

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 1A

AGENCY: Management & Finance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Support Services	\$1,165,000	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$1,165,000			
Federal Funds:	\$0			
Total	<u>\$1,165,000</u>	Total	<u>\$1,165,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1B.

The purpose of this BA-7 request is to increase statutorily dedicated funds from the Environmental Trust Fund by \$1,165,000 to fund legal services provided by the Department of Justice (DOJ) related to investigations of alleged improper payments made to oil and gas companies from the Motor Fuel Underground Storage Tank Trust Fund (MFTF). The MFTF was established as a means of helping underground storage tank (UST) owners, operators, or responsible parties (owners) meet the financial responsibility requirements set forth by the Environmental Protection Agency.

The MFTF is designed to reimburse costs incurred during the rehabilitation and remediation of affected soils, groundwater and surface waters at motor fuel contaminated UST sites, provided these costs are necessary and appropriate. However, UST owners are not eligible to participate in the MFTF if they have outside insurance. UST owners seeking reimbursement of rehabilitation and remediation costs associated with MFTF sites must sign an affidavit certifying that they have no insurance to pay for costs at the site (before anything is paid and LDEQ determines the site is eligible for reimbursement). The Attorney General's Office is investigating 7 major companies. One company has settled. With the remaining 6 companies, the DOJ is in discovery, litigation, or settlement negotiations related to claims by the state that the companies had outside insurance that invalidated their MFTF claims and could have funded remediation of underground storage tank sites. The DOJ determines the initial litigation budget and subsequent litigation costs billed to DEQ. DEQ will transfer these funds to DOJ via IAT expenditure category.

II. IMPACT ON FUTURE FISCAL YEARS

The Attorney General's Office anticipates investigation and litigation expenses related to the Motor Fuels Trust Fund program to continue at the increased amount of \$3,330,000 for the next 2 fiscal years. However, the LDEQ FY 16 budget in HB 1 Engrossed only includes \$1.1M in expenditure authority from the Environmental Trust Fund in the Office of Management in Finance to fund these litigation costs.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Justice

AGENDA NO.: **1B**

AGENCY: Attorney General

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$1,165,000	Civil Law	\$1,165,000	0
Self-Generated Revenue:	\$0	Criminal Law & Medicaid Fraud	\$0	0
Statutory Dedications:	\$0	Risk Litigation	\$0	0
Federal Funds:	\$0	Gaming	\$0	0
Total	<u>\$1,165,000</u>	Total	<u>\$1,165,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A.

The purpose of this BA-7 request is to increase IAT budget authority by \$1,165,000 in the Attorney General's Office, Civil Law Program. Funds are being transferred from the Department of Environmental Quality. The original source of funds requested to be transferred is the Environmental Trust Fund.

The additional funds will be used to pay for outside counsel and expert witnesses for the remainder of the year that are prosecuting and investigating improper claims from the Motor Fuels Trust Fund (MFTF) program. According to the Attorney General's Office, the department estimates it will spend \$120,000 for an expert witness and \$1,045,000 on outside counsel. The current FY 15 budget authority is \$1,165,000 and from July 2014 to December 2014 \$1,002,146 was paid to outside counsel. The increase of \$1,165,000 will result in a total FY 15 budget authority amount of \$2,330,000.

The MFTF program reimburses costs to underground storage tank (UST) owners, operators and responsible parties for remediation and rehabilitation of affected soils, groundwater and surface water contaminated by UST sites. The Attorney General's Office is auditing payments and seeking to recover the funds. The Attorney General's Office is investigating 7 major companies. One company has settled, 4 companies are in settlement discussion, and the office has filed suit against 2 companies.

II. IMPACT ON FUTURE FISCAL YEARS

The Attorney General's Office anticipates investigation and litigation expenses related to the Motor Fuels Trust Fund program to continue at the increased amount of \$3,330,000 for the next 2 fiscal years. However, the FY 16 budget includes IAT budget authority of only \$1.1 M.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 2

AGENCY: State Museum

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Museum	\$100,000	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$100,000			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$100,000</u>	Total	<u>\$100,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase SGR budget authority for the Office of State Museum (OSM) to pay increased operating expenses. OSM has averaged \$57,051 in monthly utility expenditures to date. Providing for the first 9 months of the fiscal year, the office has spent \$513,459 in utility expenditures in FY 15. OSM projects there will be an additional \$171,000 in utility expenses for the remainder of the fiscal year for a total expenditure of approximately \$684,000 for OSM. The utility fees will account for \$81,635 of this BA-7 request.

In addition, this request will also be used to pay 372 hours of overtime costs for security personnel for OSM totaling \$18,365. The security staff, which consists of 16 FTEs and 4 WAEs, is required to work after-hours events such as weddings and meetings. This includes the actual event time plus 2 hours prior and 2 hours after the event for set up and break down. The average event is no less than 3 hours long, so staff works approximately 7 hours for the average event. All OSM facilities combined will have hosted approximately 283 after hours events by the end of the fiscal year. The facilities include: the Cabildo, the Presbytere, the Old U.S. Mint, the 1850 House, and Madame John's Legacy in New Orleans, the E.D. White Historic House in Thibodaux, and the LA State Museums in Baton Rouge, Patterson, and Natchitoches.

The expenditure increase will be supported from SGR through increased rental of state museum facilities and increased ticket sales for visits. Over the last 3 years, visitation to OSM facilities has increased from 308,000 visitors in FY 12 to 418,000 in FY 13 and 467,000 in FY 14. CRT is projecting FY 15 SGR for OSM to be \$579,000, an increase from \$454,000 in FY 14. OSM has been averaging approximately \$10,000 more in ticket revenue per month than in FY 14 in rentals and fees.

II. IMPACT ON FUTURE FISCAL YEARS

The current version of HB 1 includes a reduction in the overall operating expenditures from \$827,000 in FY 15 to \$541,000 in FY 16. To the extent this BA-7 request is not annualized within the FY 16 budget, there may be a need for another BA-7 request for these same expenditures a year from now.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 1

AGENCY: Medical Vendor Payments

ANALYST: Shawn Hotstream

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Private Providers	\$44,496,361	0
Interagency Transfers:	\$0	Public Providers	\$0	0
Self-Generated Revenue:	\$0	Medicare Buy-Ins & Supplements	\$0	0
Statutory Dedications:	\$44,496,361	Uncompensated Care Costs	\$0	0
Federal Funds:	\$0			
Total	<u>\$44,496,361</u>	Total	<u>\$44,496,361</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase Statutory Dedication authority by \$44,496,361 in Medical Vendor Payments (MVP). This increase in revenue to Medical Vendor Payments (MVP) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration in December 2014 to address a reduction in the revenue forecast for FY 15 (first mid-year cut solution). The source of Statutory Dedications includes Health Excellence Fund revenues, Amnesty Collections Fund, and Overcollections Fund revenues.

History:

As part of the first mid year budget deficit solution, MVP was reduced approximately \$127 M in SGF through an in house BA -7. A corresponding BA-7 proposed in JLCB on 12/18/2014 requested to add back approximately \$126 M in various Statutory Dedications to offset the \$127 M in SGF cuts. The Joint Legislative Committee on the Budget revised the BA-7 request from \$126 M to \$82 M (\$44 M) as a result of certain Statutory Dedication revenues not reflecting the Revenue Estimating Conference (REC) forecast at the time. A subsequent REC meeting on January 26 recognized the level of statutory dedication revenues amended out of the original JLCB BA-7. This BA-7 is requesting to fund the \$44 M in Statutory Dedications amended out of the original BA-7. See illustration below.

BA-7 request (December 18, 2015):

<u>Stat Ded Sources</u>	<u>Original BA-7 Request</u>	<u>Revised JLCB BA-7</u>	<u>Shortfall by revenue source</u>
Medical Assistance Trust Fund	\$4,900,000	\$4,900,000	\$0
Health Excellence Fund	\$7,919,155	\$6,601,110	\$1,318,045
Overcollections	\$79,473,213	\$47,000,000	\$32,473,213
2013 Amnesty Collections Fund	<u>\$34,153,360</u>	<u>\$23,448,257</u>	<u>\$10,705,103</u>
Total	\$126,445,728	\$81,949,367	\$44,496,361

BA-7 request (April 15, 2015):

Health Excellence Fund	\$993,534
Overcollections	\$15,000,000
2013 Amnesty Collections Fund	<u>\$28,502,827</u>
Total	\$44,496,361

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

April 15, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

The Legislative Fiscal Office recommends approval of this BA-7 request.

April 15, 2015

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 1

AGENCY: Medical Vendor Payments

ANALYST: Shawn Hotstream

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Private Providers	\$40,496,361	0
Interagency Transfers:	\$0	Public Providers	\$0	0
Self-Generated Revenue:	\$0	Medicare Buy-Ins & Supplements	\$0	0
Statutory Dedications:	\$40,496,361	Uncompensated Care Costs	\$0	0
Federal Funds:	\$0			
Total	<u>\$40,496,361</u>	Total	<u>\$40,496,361</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase Statutory Dedication authority by \$40,496,361 in Medical Vendor Payments (MVP). This increase in revenue to Medical Vendor Payments (MVP) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration in December 2014 to address a reduction in the revenue forecast for FY 15 (first mid-year cut solution). The source of Statutory Dedications includes Health Excellence Fund revenues, Amnesty Collections Fund, and Overcollections Fund revenues.

History:

As part of the first mid year budget deficit solution, MVP was reduced approximately \$127 M in SGF through an in house BA -7. A corresponding BA-7 proposed in JLCB on 12/18/2014 requested to add back approximately \$126 M in various Statutory Dedications to offset the \$127 M in SGF cuts. The Joint Legislative Committee on the Budget revised the BA-7 request from \$126 M to \$82 M (\$44 M) as a result of certain Statutory Dedication revenues not reflecting the Revenue Estimating Conference (REC) forecast at the time. A subsequent REC meeting on January 26 recognized the level of statutory dedication revenues amended out of the original JLCB BA-7. This BA-7 is requesting to fund the \$44 M in Statutory Dedications amended out of the original BA-7. However, JLCB only recommended approval of \$40,496,361. See illustration below.

BA-7 request (December 18, 2015):

<u>Stat Ded Sources</u>	<u>Original BA-7 Request</u>	<u>Revised JLCB BA-7</u>	<u>Shortfall by revenue source</u>
Medical Assistance Trust Fund	\$4,900,000	\$4,900,000	\$0
Health Excellence Fund	\$7,919,155	\$6,601,110	\$1,318,045
Overcollections	\$79,473,213	\$47,000,000	\$32,473,213
2013 Amnesty Collections Fund	<u>\$34,153,360</u>	<u>\$23,448,257</u>	<u>\$10,705,103</u>
Total	\$126,445,728	\$81,949,367	\$44,496,361

BA-7 request (April 15, 2015):

Health Excellence Fund	\$993,534
Overcollections	\$28,502,827
2013 Amnesty Collections Fund	<u>\$11,000,000</u>
Total	\$40,496,361

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

April 15, 2015

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB**

The Legislative Fiscal Office recommends approval of this BA-7 request.

DEPARTMENT: Youth Services

AGENDA NO.: 2

AGENCY: Juvenile Justice

ANALYST: Zachary Rau

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administration	\$0	0
Interagency Transfers:	\$0	North Region	\$0	0
Self-Generated Revenue:	\$0	Central/Southwest Region	\$0	0
Statutory Dedications:	\$0	Southeast Region	\$0	0
Federal Funds:	\$1,231,000	Contract Services	\$1,231,000	0
		Auxiliary	\$0	0
Total	<u>\$1,231,000</u>	Total	<u>\$1,231,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase the Office of Juvenile Justice's (OJJ) federal budget authority to execute one-time funds received via reimbursements from the Social Security Administration (SSA) which began accruing in FY 12 without a corresponding increase in Federal budget authority. The reimbursements are derived from disability and survivor benefits from Supplemental Security Income (SSI) and Social Security, respectively. OJJ receives disability and survivor benefits from SSA when the dependent children of persons receiving such benefits come under their care. Once a child returns to the care of their parent or legal guardian, OJJ no longer receives the associated disability and survivor benefits.

OJJ will use the Federal funds to replace SGF which it used to fund health care services contracts. OJJ will use these funds to provide all health and dental care, unless emergency care or the use of an off site specialist such as an orthodontist, orthopedist, ophthalmologist, or other specialist is required. If a child requires emergency care or the use of a specialist, it is paid for by the Department of Public Safety & Corrections.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. OJJ does not have an increase in federal budget authority in the FY 16 Executive Budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Ancillary

AGENDA NO.: 3

AGENCY: Group Benefits

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	State Group Benefits	\$95,005,005	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$95,005,005			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$95,005,005</u>	Total	<u>\$95,005,005</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to appropriate additional SGR budget authority in order to pay projected medical and prescription drug claims payments from April 2015 until the end of FY 15. The current FY 15 budget is \$1,354,554,729.

Through February 2015, the OGB has expended a total of \$989,002,894 in FY 15, which equates to spending approximately \$123.6 M per month. OGB has \$365.6 M of unexpended SGR budget authority remaining in FY 15. Based upon a projected March - June expenditure analysis completed by OGB's contract actuary (Gallagher Benefit Services), OGB's anticipated aggregate expenditures for the rest of the fiscal year is projected to be \$460,556,840 (or approximately \$115.1 M per month). See calculations below.

Actual FY 15 Expenditures (July 2014 - February 2015)	\$989,002,894 (\$123.6 M / month)
Projected Remaining FY 15 Expenditures Per Contract Actuary (March 2015 - June 2015)	<u>\$460,556,840 (\$115.1 M / month)</u>
FY 15 Total Anticipated Expenditures	\$1,449,559,734
FY 15 Existing Operating Budget (EOB)	\$1,354,554,729
FY 15 Total Anticipated Expenditures	<u>\$1,449,559,734</u>
Current Budget Authority Difference	(\$95,005,005)

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

April 15, 2015

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Transportation & Development

AGENDA NO.: 4

AGENCY: Engineering & Operations

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Engineering	\$0	0
Interagency Transfers:	\$0	Multimodal Planning	\$0	0
Self-Generated Revenue:	\$0	Operations	\$2,149,289	0
Statutory Dedications:	\$2,149,289	Aviation	\$0	0
Federal Funds:	\$0			
Total	<u>\$2,149,289</u>	Total	<u>\$2,149,289</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase budget authority in the DOTD Operations Program to provide funding for expenses incurred in response to 2 weather events (Governor's State of Emergency, Winter Weather Proclamations NO. 26 2015 issued on 2/22/2015, and NO. 44 2015, issued on 3/4/2015). The weather events resulted in closure of schools and/or state offices in numerous parishes throughout central and north LA, ranging from as few as 2 parishes to as many as 40 parishes on specific days within the emergency periods.

Approval of this BA-7 will increase the following expenditure categories:

Salaries - \$1,607,025	Provides funding for employee overtime accrued in response to two winter weather events (2/21-28/2015 and 3/3-6/2015). 1,113 employees in the Operations Program were involved in the response to the storm and each accrued overtime pay while performing work during official office closures, 12-hour shifts and weekend work. Employees were called on to scout roadways for icing, logistics and planning, preparation of situational reports, administration of the response including call center employees, communications (phone and radio), and deicing of roadways. Employees from all DOTD districts statewide were utilized in response efforts except those from District 02.
Supplies - \$542,264	Provides funding for supplies needed to respond to two winter weather events. DOTD purchased deicing materials (salt, brine solution and sand) for application to bridges and certain roadways in the impacted areas.

The total costs identified during response to these winter weather events in the Operations Program exceeded \$2.8 M. The department absorbed approximately \$700,000 worth of expenditures beyond the appropriation authority sought by this BA-7.

The Transportation Trust Fund (TTF) currently has an undesignated fund balance of approximately \$21.1 M in FY 15 (derived by comparing the TTF estimate adopted by the Revenue Estimating Conference to the approved budget authority and planned expenditures).

Note: This is an after-the-fact BA-7 request.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

April 15, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

DEPARTMENT: Environmental Quality

AGENDA NO.: 5

AGENCY: Environmental Compliance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Environmental Compliance	\$2,034,734	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$2,034,734			
Federal Funds:	\$0			
Total	<u>\$2,034,734</u>	Total	<u>\$2,034,734</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated funds from the Hazardous Waste Site Cleanup Fund by \$2,034,734 to pay Murphy Bros. Trucking & Construction, LLC to close a solid waste facility owned by Harrelson Materials Management, LLC in Shreveport. Containment of the site is an environmental emergency and Murphy Bros. began work as soon as possible after the contract was approved by the LA Department of Environmental Quality (DEQ) and the Division of Administration on 4/2/2015. As such, this is an "after the fact" BA-7. Murphy Bros will compact and grade the waste to provide a smooth base capable of supporting the final cover over the site. The area requiring closure is estimated to be between 27 and 35 acres.

Numerous fires have occurred in the Harrelson landfill since July 2008. JLCB approved a \$3.5 M BA-7 on 10/17/2014 to hire a different contractor to initially extinguish the fires. The contractor began work to extinguish the fires on 10/11/2014 and concluded firefighting efforts on 12/16/2014. In early February 2015, the State Fire Marshal's office identified hot areas at the landfill and the contractor returned to investigate on 2/16/2015. On 2/20/2015, the contractor determined that the fires were successfully extinguished, but reported that the landfill needed to be closed immediately to prevent the fires from reoccurring.

At the time of this writing, the Revenue Estimating Conference (REC) had not recognized enough revenue from the Hazardous Waste Site Cleanup Fund in FY 15 (\$8.27 M) to fully fund this BA-7. The current appropriation to DEQ from the Hazardous Waste Site Cleanup Fund is \$7.04 M, leaving \$1.23 M to appropriate, or \$0.8 M less than needed for this BA-7 (\$1.23 M - \$2.03 M = -\$0.8 M). However, when developing the budget for FY 15, DEQ had initially recommended that the REC recognize \$9.9 M from the Hazardous Waste Site Cleanup Fund. Due to a technical reporting error, the REC only recognized the \$8.27 M from the Hazardous Waste Site Cleanup Fund mentioned earlier. More recently, DEQ has revised its FY 15 forecast for the Hazardous Waste Site Cleanup Fund upward to \$10.4 M. As such, the REC can recognize an additional \$2.13 M from the Hazardous Waste Site Cleanup Fund in FY 15 based on DEQ's latest forecast (\$10.4 M - \$8.27 M = \$2.13 M).

II. IMPACT ON FUTURE FISCAL YEARS

Expenditure from the Hazardous Waste Site Cleanup Fund in FY 15 will reduce available funds in FY 16.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 at a reduced amount of \$1,227,390. This amount reflects the difference between the current FY 15 REC estimate for the Hazardous Waste Site Cleanup Fund and the Fund's current appropriation amount (\$8,270,000 - \$7,042,610 = \$1,227,390). Approval of this reduced amount leaves DEQ \$807,344 short of the amount needed to fully fund the contract. DEQ can also submit a subsequent BA-7 request for additional appropriation authority from the Hazardous Waste Site Cleanup Fund if the REC recognizes additional revenue from the fund prior to the end of the fiscal year.

April 15, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB

DEPARTMENT: Environmental Quality

AGENDA NO.: 5

AGENCY: Environmental Compliance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Environmental Compliance	\$1,227,390	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$1,227,390			
Federal Funds:	\$0			
Total	<u>\$1,227,390</u>	Total	<u>\$1,227,390</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated funds from the Hazardous Waste Site Cleanup Fund by \$2,034,734 to pay Murphy Bros. Trucking & Construction, LLC to close a solid waste facility owned by Harrelson Materials Management, LLC in Shreveport. Containment of the site is an environmental emergency and Murphy Bros. began work as soon as possible after the contract was approved by the LA Department of Environmental Quality (DEQ) and the Division of Administration on 4/2/2015. As such, this is an "after the fact" BA-7. Murphy Bros will compact and grade the waste to provide a smooth base capable of supporting the final cover over the site. The area requiring closure is estimated to be between 27 and 35 acres.

Numerous fires have occurred in the Harrelson landfill since July 2008. JLCB approved a \$3.5 M BA-7 on 10/17/2014 to hire a different contractor to initially extinguish the fires. The contractor began work to extinguish the fires on 10/11/2014 and concluded firefighting efforts on 12/16/2014. In early February 2015, the State Fire Marshal's office identified hot areas at the landfill and the contractor returned to investigate on 2/16/2015. On 2/20/2015, the contractor determined that the fires were successfully extinguished, but reported that the landfill needed to be closed immediately to prevent the fires from reoccurring.

At the time of this writing, the Revenue Estimating Conference (REC) had not recognized enough revenue from the Hazardous Waste Site Cleanup Fund in FY 15 (\$8.27 M) to fully fund this BA-7. The current appropriation to DEQ from the Hazardous Waste Site Cleanup Fund is \$7.04 M, leaving \$1.23 M to appropriate, or \$0.8 M less than needed for this BA-7 (\$1.23 M - \$2.03 M = -\$0.8 M). However, when developing the budget for FY 15, DEQ had initially recommended that the REC recognize \$9.9 M from the Hazardous Waste Site Cleanup Fund. Due to a technical reporting error, the REC only recognized the \$8.27 M from the Hazardous Waste Site Cleanup Fund mentioned earlier. More recently, DEQ has revised its FY 15 forecast for the Hazardous Waste Site Cleanup Fund upward to \$10.4 M. As such, the REC can recognize an additional \$2.13 M from the Hazardous Waste Site Cleanup Fund in FY 15 based on DEQ's latest forecast (\$10.4 M - \$8.27 M = \$2.13 M).

II. IMPACT ON FUTURE FISCAL YEARS

Expenditure from the Hazardous Waste Site Cleanup Fund in FY 15 will reduce available funds in FY 16.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 at a reduced amount of \$1,227,390. This amount reflects the difference between the current FY 15 REC estimate for the Hazardous Waste Site Cleanup Fund and the Fund's current appropriation amount (\$8,270,000 - \$7,042,610 = \$1,227,390). Approval of this reduced amount leaves DEQ \$807,344 short of the amount needed to fully fund the contract. DEQ can also submit a subsequent BA-7 request for additional appropriation authority from the Hazardous Waste Site Cleanup Fund if the REC recognizes additional revenue from the fund prior to the end of the fiscal year.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 1

AGENCY: Tourism

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$0	Marketing	\$300,000	0
Self-Generated Revenue:	\$0	Welcome Centers	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$300,000			
Total	<u>\$300,000</u>	Total	<u>\$300,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This purpose of this BA-7 request is to increase federal budget authority for the Office of Tourism by \$300,000. These funds from the US Department of the Interior National Park Service are allocated to the Atchafalaya Trace Commission within CRT. The National Park Service has authorized this increase annually through 2021, at which time CRT can request reauthorization for funding to continue beyond 2021 without interruption.

The funding will be used to create a comprehensive driving trail that illustrates the geographic history of sites significant to various water bodies throughout the Atchafalaya National Heritage Area (ANHA). The main trail will be designed for automobiles with smaller side-trails for hiking, biking, and other outdoor activities. These significant sites will illustrate major turning points in the history of the area such as major floods and storms, and how these events affected the land and culture. This information will be incorporated into trail guides/brochures, websites, smartphone applications and other marketing materials. While the specific sites have not been finalized, the trail will travel through the 838,000 acres of the ANHA which will include the following parishes: Ascension, Assumption, Avoyelles, Concordia, East Baton Rouge, Iberia, Iberville, Lafayette, Point Coupee, St. Landry, St. Martin, St. Mary, Terrebonne, and West Baton Rouge. The project is funded completely by federal dollars with no state fund matching requirement.

The funds will be expended on management plan implementation and development of a comprehensive driving trail, as well as funding for an existing non-TO position. The Office of Tourism does not need an additional position for this project because the position will be filled by an existing employee. If the federal funding is approved, funding from the Marketing budget currently used for the position will be freed up for other operations within the Marketing program. The salary and benefits of the non-TO position being replaced by the federal funding is \$49,719. The remainder will fund the contract objectives described above.

The Department has already awarded the project and has entered into a professional services contract for \$168,909 with Jeffrey Carbo, Landscape Architects, LLC (JCLA) pending approval of this BA-7 request. The contractor will perform all of the duties related to the project. No payments have been made toward the contract to date. The remaining \$119,190 of the funding will go towards the production of the promotional materials including brochures/guides, road signs, the smartphone application, and website designed by JCLA. The ongoing maintenance for the website and smartphone application will be handled in-house by CRT. The design phase of the driving trail, walking trails, website, brochures, smartphone application, and signage will begin upon the approval of this BA-7 and end in June 2016. The construction phase of the project would begin in July 2016 with the start of FY 17.

II. IMPACT ON FUTURE FISCAL YEARS

In the subsequent fiscal years of the contract, funding will be used to maintain the trail, the salary/benefits for the non-TO position, advertising, and expanding the educational programs offered throughout the heritage area. The funding for the project will recur until 2021 at which time CRT can request reauthorization. To the extent that the funding continues, the \$49,719 in Marketing funding once used for the non-TO position will continue to stay in the Marketing program to be used for other purposes.

March 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 2

AGENCY: Environmental Compliance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Environmental Compliance	\$245,642	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$245,642			
Federal Funds:	\$0			
Total	<u>\$245,642</u>	Total	<u>\$245,642</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated budget authority from the Environmental Trust Fund by \$245,642. These funds were donated by ExxonMobil to the Department of Environmental Quality (DEQ) as part of a settlement agreement related to proceedings under the LA Environmental Quality Act. ExxonMobil donated these funds for improvements to the state's Early Warning Organic Chemical Detection System (EWOCDS) on the Mississippi River. EWOCDS provides warnings of possible contamination of drinking water on the Mississippi River in Louisiana.

DEQ will use the funds requested in this BA-7 to purchase and install three gas chromatographs and peripheral accessories on sites owned by the following parties that are part of EWOCDS: ExxonMobil, Luling Water Works and the Vacherie Water plant. Each of the parties hosting the gas chromatographs will fund the lab space, utilities, and manpower to analyze water samples using the gas chromatographs funded by this BA-7. Each of the gas chromatographs has a one-year manufacturer's warranty. After expiration of the warranties on the chromatographs, DEQ will fund future maintenance cost by LDEQ's maintenance budget. DEQ employees will perform all routine maintenance on the chromatographs except for difficult and complex maintenance/repairs that are beyond the capability of the department's staff. Difficult and complex maintenance/repairs beyond the capabilities of DEQ staff will be handled by service technicians paid for by the department. There is no way to estimate the potential maintenance/repair costs for the chromatographs after expiration of the warranties, but the department reports that it has adequate funds to cover these costs in future fiscal years.

II. IMPACT ON FUTURE FISCAL YEARS

Each of the three gas chromatographs funded by this BA-7 has a one-year manufacturer's warranty. After expiration of the warranties on the chromatographs, DEQ will fund future maintenance cost by DEQ's maintenance budget. DEQ employees will perform all routine maintenance on the chromatographs except for difficult and complex maintenance/repairs that are beyond the capability of the department's staff. Difficult and complex maintenance/repairs beyond the capabilities of DEQ staff will be handled by service technicians paid for by the department. There is no way to estimate the potential maintenance/repair costs for the chromatographs after expiration of the warranties, but will not represent a material impact on the department's overall budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Justice

AGENDA NO.: 1

AGENCY: Attorney General

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$153,556	0
Interagency Transfers:	\$0	Civil Law	\$1,635,503	0
Self-Generated Revenue:	\$0	Criminal Law/Medicaid Fraud	\$210,941	0
Statutory Dedications:	\$2,000,000	Risk Litigation	\$0	0
Federal Funds:	\$0	Gaming	\$0	0
Total	<u>\$2,000,000</u>	Total	<u>\$2,000,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase the budget authority of the statutorily dedicated Department of Justice Legal Support Fund within the Attorney General's Office. The increase is due to the enactment of Act 796 of 2014 which requires express statutory authority for compensation to a special attorney or counsel representing the Attorney General (AG), or any state agency, board or commission on a contingency fee or percentage basis. The Act also allows the AG to use settlement monies deposited into the Legal Support Fund to cover litigation expenses. Upon approval of this BA-7, the fund will have a FY 15 projected unappropriated balance of approximately \$2.6 M.

Travel expenses are estimated to be \$83,333 for the remainder of the fiscal year. Travel would consist of in-state and out-of-state travel for investigations, depositions, expert interviews and meetings. Travel would also involve attending court proceedings in the event a case is handled in a Federal jurisdiction. Travel expenses would be \$250,000 on an annualized basis. Based upon 3 cases that were recently settled, firms reported to the AG that travel expenses totaled \$0.5 M. The estimated expenses for travel, litigation and outside counsel are based on expenses incurred by firms contracted by the AG's office involving pharmaceutical cases.

The department estimates that litigation and outside counsel expenses will cost \$916,667 (\$250,000 litigation expenses + \$666,667 outside counsel) for the remainder of the fiscal year. Litigation expenses would include, but are not limited to, expert witness fees, court costs, research and deposition costs. Expert witness fees for the last three cases totaled \$3.5 M, an average of \$1.16 M per case. The AG's office would hire outside counsel to be paid at an hourly rate for specialized legal help with the cases. Act 796 states that legal services fees shall not be incurred at a rate of more than \$500 per hour. The annualized cost of these expenses would be approximately \$750,000 for litigation expenses and \$2,000,000 for outside counsel. These figures are based on information received from outside counsel costs associated with pharmaceutical cases prior to Act 796 of 2014.

The department anticipates startup costs of \$1 M, with approximately \$920,000 to be spent on hardware and software. The purchase of this equipment will be needed to increase the IT infrastructure that will be used for discovery purposes. Previously the AG's office did not require the infrastructure since contracted firms had the systems in place or contracted with companies that did have the desired infrastructure. The equipment will be used to enhance the network for storage, enhance the firewall, upgrade the database, modernize video conference and conference room equipment and enhance network security. The remaining acquisitions include laptop computers, tablets and desk phones at a cost of \$77,500.

II. IMPACT ON FUTURE FISCAL YEARS

The total cost for FY 16 and future fiscal years for travel and professional services expenses would be approximately \$3 M annually. However, the cost could increase in the event the department hires additional staff to fully implement Act 796 of 2014. Based on the department's current estimate of 14 positions at a cost of \$1.1 M and associated operating costs of \$950,000, the potential cost for a full year may be \$5.05 M. Funding for future fiscal years would depend on settlements awarded. To the extent the AG does receive settlements that are in excess of \$5 M annually, the cost of these new positions and expenses would be covered through deposits to the DOJ Legal Support Fund. To the extent the fund does not have sufficient resources to cover AG expenses for these certain cases, SGF resources may be needed.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

DEPARTMENT: Public Safety

AGENDA NO.: 2

AGENCY: State Police

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Traffic Enforcement	\$0	0
Interagency Transfers:	\$0	Criminal Investigation	\$0	0
Self-Generated Revenue:	\$0	Operational Support	\$0	0
Statutory Dedications:	\$0	Gaming Enforcement	\$0	0
Federal Funds:	\$0			
Total	<u>\$0</u>	Total	<u>\$0</u>	<u>0</u>

I. SUMMARY/COMMENTS

This means of finance swap within the Office of State Police is part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces the statutorily dedicated Riverboat Gaming Enforcement Fund in the amount of \$6,000,000 and increases the statutorily dedicated Transportation Trust Fund (TTF-R) by a like amount for the Traffic Enforcement Program. In addition, this proposed BA-7 reduces the statutorily dedicated Riverboat Gaming Enforcement Fund in the amount of \$939,570 and increases the statutorily dedicated Concealed Handgun Permit Fund by a like amount for the Operational Support Program. The net fiscal impact to State Police as a result of these proposed budget changes is \$0. As a result of the swaps, the TTF-R appropriation will increase from \$59.8 M to \$65.8 M, the Riverboat Gaming Enforcement Fund appropriation will decrease from \$41.6 M to \$34.6 M and the Concealed Handgun Permit Fund appropriation will increase from \$2.8 M to \$3.7 M.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

Traffic Enforcement

The MOF swap decreases the Riverboat Gaming Enforcement Fund by \$6 M and increases TTF-R by \$6 M to continue operations within the Traffic Enforcement Program. At the January 29th Revenue Estimating Conference meeting, additional TTF-R revenue was recognized for FY 15. Since the May 2014 REC meeting, TTF-R revenue has increased by \$18.2 M.

The \$6 M reduction of the Riverboat Gaming Enforcement Fund will be utilized in BA-7 #24, which was approved by JLCB on 2/20/15. The \$6 M amount will likely be transferred to the Overcollections Fund to be used by Department of Health & Hospitals - Medical Vendor Payments to offset a portion of the \$32.5 M SGF reduction. The transfer authorization will likely be contained within an upcoming legislative instrument (supplemental appropriations or funds bill) during the 2015 legislative session.

Operational Support

The MOF swap decreases the Riverboat Gaming Enforcement Fund by \$939,750 M and increases the Concealed Handgun Permit Fund by a like amount to continue operations within the Operational Support Program. As of 2/12/2015, the Concealed Handgun Permit Fund currently has cash on hand balance of \$5.6 M. Upon approval of this BA-7, the fund will have a FY 15 projected unappropriated balance of approximately \$3.9 M.

Note: Upon approval of this proposed BA-7, the Riverboat Gaming Enforcement Fund will have an FY 15 projected unappropriated fund balance of \$10.4 M.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

DEPARTMENT: Public Safety

AGENDA NO.: 2

AGENCY: State Police

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Traffic Enforcement	\$0	0
Interagency Transfers:	\$0	Criminal Investigation	\$0	0
Self-Generated Revenue:	\$0	Operational Support	\$0	0
Statutory Dedications:	\$0	Gaming Enforcement	\$0	0
Federal Funds:	\$0			
Total	<u>\$0</u>	Total	<u>\$0</u>	<u>0</u>

I. SUMMARY/COMMENTS

This means of finance swap within the Office of State Police is part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 BA-7 reduces the statutorily dedicated Riverboat Gaming Enforcement Fund in the amount of \$939,570 and increases the statutorily dedicated Concealed Handgun Permit Fund by a like amount for the Operational Support Program. The net fiscal impact to State Police as a result of these proposed budget changes is \$0. As a result of the swaps, the Riverboat Gaming Enforcement Fund appropriation will decrease from \$41.6 M to \$40.6 M and the Concealed Handgun Permit Fund appropriation will increase from \$2.8 M to \$3.7 M.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

Operational Support

The MOF swap decreases the Riverboat Gaming Enforcement Fund by \$939,750 M and increases the Concealed Handgun Permit Fund by a like amount to continue operations within the Operational Support Program. As of 2/12/2015, the Concealed Handgun Permit Fund currently has cash on hand balance of \$5.6 M. Upon approval of this BA-7, the fund will have a FY 15 projected unappropriated balance of approximately \$3.9 M.

Note: Upon approval of this proposed BA-7, the Riverboat Gaming Enforcement Fund will have an FY 15 projected unappropriated fund balance of \$16.4 M.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Executive

AGENDA NO.: 1

AGENCY: Coastal Protection & Restoration Authority

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Implementation	(\$1,240,775) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	(\$1,240,775)		
Federal Funds:	\$0		
Total	<u>(\$1,240,775)</u>	Total	<u>(\$1,240,775)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Coastal Protection & Restoration Authority (CPRA) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces statutorily dedicated funds from the Coastal Protection & Restoration Fund in the amount of \$1,240,775 for the Implementation Program.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

This BA-7 reduces IAT expenditures in the amount of \$1.2 M. The \$1.2 M is excess budget authority that was to be used for Office of Technology Services (OTS) expenditures (approximately \$790,000) and LaGov support (approximately \$450,000). The \$450,000 budgeted for LaGov expenses in FY 15 was not needed as a result of completing the LaGov conversion at the end of FY 14.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Executive

AGENDA NO.: 2

AGENCY: Department of Military Affairs

ANALYST: Zachary Rau

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Military Affairs	\$1,394,617	0
Interagency Transfers:	\$0	Education	\$0	0
Self-Generated Revenue:	\$0	Auxiliary Account	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$1,394,617			
Total	<u>\$1,394,617</u>	Total	<u>\$1,394,617</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is to increase the appropriation of Federal funds for the Department of Military Affairs in the amount of \$1,394,617 as a part of the mid-year deficit reduction plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. A companion in-house BA-7 for a reduction of SGF in the amount of \$1,394,617 will be processed in-house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the Agency totals \$0.

\$1,394,617	JLCB Approval
<u>(\$1,394,617)</u>	OPB Approval
\$0	Total Mid-Year Reduction

The Federal funds are available for Military Affairs to use immediately. At the end of FY 13, Military Affairs had a surplus of Federal funds received via reimbursement for qualifying expenditures through a cooperative agreement with the US Property & Fiscal Office (USPFO). For cash flow purposes, Military Affairs carried this money forward into FY 14, then used it to pay up front for more expenditures which qualified for reimbursement from the Federal government rather than using available SGF in the next fiscal year. Military Affairs repeated this process in FY 15. All funds received via reimbursement from the Federal government are recorded as Federal revenues.

These Federal funds reached an amount of \$1,394,617 in FY 15. Rather than being used to pay only for expenditures that qualify for Federal reimbursement, these funds will be used to cover expenditures in the Operating Services category which Military Affairs previously paid for using SGF. The increase in Federal spending authority is being performed using one-time funds and will not be available in FY 16. Without authority to expend these Federal funds, Military Affairs would not be able to move forward with its FY 15 operations as planned.

II. IMPACT ON FUTURE FISCAL YEARS

The increase of \$1,394,617 in Federal spending authority will not be available beyond FY 15, as it is comprised of one-time funds. To the extent the reduction to SGF (OPB Approval) is annualized, Military Affairs will not be able to fill the gap using these Federal funds and will have an overall budget reduction as a result. Also, reimbursements of Federal funds will be affected. The surplus Federal funds used to pay for expenditures which qualify for Federal reimbursements will fund other expenditures that may not qualify for Federal reimbursement. To the extent the Department of Military Affairs reduces funding for expenditures which qualify for Federal reimbursement, they will see a corresponding reduction in Federal reimbursements in FY 16. Military Affairs currently estimates an anticipated reduction of \$1.1 M between Federal reimbursements as a result of not having a dedicated surplus used solely for Federal expenditures. Lastly, without this surplus of Federal funds to cover cash flows related to expenditures which qualify for Federal reimbursement, Military Affairs will likely request a seed from the Department of Treasury in FY 16 to cover any expenses which qualify for Federal reimbursement.

February 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

DEPARTMENT: Executive

AGENDA NO.: 3

AGENCY: LA Commission on Law Enforcement

ANALYST: Zachary Rau

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Federal Program	\$0	0
Interagency Transfers:	\$0	State Program	(\$239,293)	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	(\$239,293)			
Federal Funds:	\$0			
Total	<u>(\$239,293)</u>	Total	<u>(\$239,293)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the LA Commission on Law Enforcement (LCLE) is being made as apart of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015. to address a reduction in the revenue forecast of \$103.5 M. This BA-7 reduces Statutory Dedications in the amount of \$239,293 for the State Program. The specific reductions are as follows:

(\$124,250) from the Tobacco Tax Health Care Fund: The corresponding expenditure reduction is related to LCLE's Drug Abuse Resistance Education (DARE) Program. The reduction would decrease the budget authority for DARE from \$2,757,618 to \$2,633,368. The average cost of DARE has been \$2,965,755 for an average of 175,264 students over the last 3 fiscal years. However, LCLE appropriations from the Tobacco Tax Health Care Fund were reduced from \$3,042,920 in FY 14 to \$2,757,618 in FY 15 to correspond with the fund's projected revenues. Expenditures to the DARE Program are dependent upon the Tobacco Tax Health Care Fund receiving revenue. LCLE anticipated a potential reduction of pass through grant funds in the amount of \$125,000 at the beginning of the fiscal year and included the reduction in DARE's programmatic costs for FY 15. As a result, no programmatic impacts are expected as a result of this reduction. However, if revenue collections are less than the revised appropriated amount, the DARE Program will be impacted.

(\$115,043) from the Crime Victim Reparations (CVR) Fund: The corresponding expenditure reduction is related to LCLE's Peace Office Standards Training (POST) Program from this statutorily dedicated fund. Based on the POST Program FY 15 appropriation of \$690,000, this reduction would decrease the amount available for the POST program to \$574,957. The average amount spent on the POST Program from the CVR Fund over the last 3 fiscal years is \$512,000 annually with an average of 1,825 trainees annually. Using the historical information available, there is no anticipated programmatic impact as a result of this reduction. The CVR currently has an FY 15 unappropriated fund balance of approximately \$532,000.

No companion BA-7 will be processed in-house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

February 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Justice

AGENDA NO.: 4

AGENCY: Attorney General

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0 0
Interagency Transfers:	\$0	Civil Law	(\$1,435,655) 0
Self-Generated Revenue:	(\$335,349)	Criminal Law & Medicaid Fraud	\$0 0
Statutory Dedications:	(\$1,200,306)	Risk Litigation	\$0 0
Federal Funds:	\$0	Gaming	(\$100,000) 0
Total	<u>(\$1,535,655)</u>	Total	<u>(\$1,535,655) 0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of the Attorney General is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGR by \$335,349 and the statutorily dedicated LA Fund by \$1,100,306 for a total reduction in the amount of \$1,435,655 for the Civil Program. In addition, this BA-7 reduces statutorily dedicated funds from the Video Draw Poker Device Fund in the amount of \$100,000 for the Gaming Program. The total agency reduction is \$1,535,655.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

Civil Program

The \$1.4 M reduction decreased Professional Services by \$1.1 M (LA Fund) and Other Charges by \$335,349 (SGR). The \$1.1 M was to be utilized for upgrading software and computer equipment for Tobacco Arbitration. As a result of litigation involving Tobacco Arbitration progressing slower than anticipated, the upgrades are not needed in FY 15, but may be needed in FY 16. The \$335,349 Other Charges reduction is from fees collected for legal expenses associated with boards and commissions since the Attorney General's Office provides legal support to boards and commission within the state.

Gaming Program

The \$100,000 reduction is within each of the following expenditure categories: \$12,000 in Operating Services, \$10,230 in Supplies, \$40,000 in Professional Services, \$5,000 in Other Charges and \$32,770 in Interagency Transfers. Operating Services will be reduced \$12,000 in mail and postage and Supplies will be reduced \$10,230 in fuel expenses. A Professional Services contract with the Taylor Porter Law Firm will be reduced by \$40,000 and Other Charges will be reduced \$5,000 for copies, court fees and other court costs. Interagency Transfers will be reduced by \$15,098 for Risk Management expenses and \$17,672 for telephone expenses.

II. IMPACT ON FUTURE FISCAL YEARS

To the extent the \$1.1 M reduction from the LA Fund is annualized in the FY 16 Budget, the computer upgrades will not take place and Tobacco Arbitration may be affected.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

February 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Treasury

AGENDA NO.: 5

AGENCY: State Treasurer

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Administrative	(\$19,286) 0
Interagency Transfers:	(\$39,955)	Financial Accountability & Control	(\$30,816) 0
Self-Generated Revenue:	(\$451,147)	Debt Management	(\$441,000) 0
Statutory Dedications:	\$0	Investment Management	\$0 0
Federal Funds:	\$0		
Total	<u>(\$491,102)</u>	Total	<u>(\$491,102)</u> 0

I. SUMMARY/COMMENTS

This reduction to the State Treasury is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGR in the amount of \$451,147 and IAT in the amount of \$39,955.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

The most significant reduction will impact the Debt Management Program in the amount of \$441,000. According to State Treasury, reductions will impact general network and website support, court reporting services for the Bond Commission meetings, software maintenance, acquisitions and renegotiating the current contract with Lamont. Lamont is currently the state's financial advisor with a current total contract value of \$550,000.

In addition, State Treasury anticipates renegotiating the state's Central Banking Services contract (Chase Bank) that will result in anticipated current year expenditure savings in the amount of \$30,816. Chase Bank holds all the state's bank accounts. Acquisitions are being reduced within the Administrative Program in the amount of \$19,286.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Public Service Commission

AGENDA NO.: 6

AGENCY: Public Service Commission

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Administrative	(\$4,250) 0
Interagency Transfers:	\$0	Support Services	(\$2,500) 0
Self-Generated Revenue:	\$0	Motor Carrier Registration	(\$2,500) 0
Statutory Dedications:	(\$12,750)	District Offices	(\$3,500) 0
Federal Funds:	\$0		
Total	<u>(\$12,750)</u>	Total	<u>(\$12,750) 0</u>

I. SUMMARY/COMMENTS

This reduction to the Public Service Commission is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces budget authority from Statutory Dedications in the amount of \$12,750 from the Utility & Carrier Inspection/Supervision Fund.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

This reduction represents savings from supplies and maintenance costs from vehicles that are considered underutilized (low mileage). Funds from the reductions were intended to pay for fuel and maintenance for Administrative, Support Services, Motor Carrier Registration, and District Offices vehicle usage in the Public Service Commission. This reduction will result in a loss of funding for the following programs:

Administrative	\$4,250
Support Services	\$2,500
Motor Carrier Registration	\$2,500
District Offices	\$3,500
Total	<u>\$12,750</u>

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Agriculture & Forestry

AGENDA NO.: 7

AGENCY: Agriculture & Forestry

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Management & Finance	(\$143,654) 0
Interagency Transfers:	\$0	Agricultural & Environmental Sciences	(\$254,496) 0
Self-Generated Revenue:	(\$205,711)	Animal Health & Food Safety	(\$110,241) 0
Statutory Dedications:	(\$522,929)	Agro-Consumer Services	(\$111,346) 0
Federal Funds:	\$0	Auxiliary Account	(\$108,903) 0
		Soil & Water Conservation	\$0 0
Total	<u>(\$728,640)</u>	Total	<u>(\$728,640)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Department of Agriculture & Forestry is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGR and Statutory Dedications in the amount of \$728,640 for Agriculture & Forestry Program.

A companion BA-7 in the amount of \$1,277,668 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to Agriculture & Forestry totals \$2,006,308.

(\$728,640)	JLCB Approval
<u>(\$1,277,668)</u>	OPB Approval
(\$2,006,308)	Total Mid-Year Reduction

The following is a breakdown of reductions by expenditure category:

Travel	\$55,000
Operating Services	\$123,654
Supplies	\$170,137
Professional Services	\$150,000
Other Charges	\$204,849
Acquisitions	\$25,000

Travel reductions include in-state travel for various programs within the department. Operating services reductions are within Management & Finance and include IT services. Supplies and acquisitions reduction will reduce expenditures for lab supplies and equipment in addition to delaying planned IT projects including purchasing replacement computers and software. Professional services reductions include contracts for legal representation due to lawsuits being settled. The department did not identify what other charges expenditures would be reduced.

Self-Generated Revenues are being reduced by \$205,711 and Statutory Dedications are being reduced by \$522,929. A breakdown of the statutorily dedicated funds and amounts being reduced are as follows:

Structural Pest Control Fund	\$48,502
Pesticide Fund	\$51,085
Boll Weevil Eradication Fund	\$77,846
Agricultural Commodities Self-Insurance Fund	\$8,103
Petroleum and Petroleum Products Fund	\$255,000
Livestock Brand Commission Fund	\$523
Horticulture & Quarantine Fund	\$61,308

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Sweet Potato Pests and Disease Fund	\$15,755
Grain and Cotton Indemnity Fund	\$4,807

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Insurance

AGENDA NO.: 8

AGENCY: Commissioner of Insurance

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Administrative & Fiscal	(\$444,783) (1)
Interagency Transfers:	\$0	Market Compliance	(\$939,152) (6)
Self-Generated Revenue:	(\$1,308,368)		
Statutory Dedications:	(\$75,567)		
Federal Funds:	\$0		
Total	<u>(\$1,383,935)</u>	Total	<u>(\$1,383,935)</u> (7)

I. SUMMARY/COMMENTS

This reduction to the Department of Insurance is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGR in the amount of \$444,783 for the Administrative Program, and reduces the total appropriation for the Market Compliance Program by \$939,152 (\$863,585 SGR and \$75,567 Statutory Dedications).

The proposed reductions will impact the following expenditure categories:

<u>Administrative Program</u>	(\$444,783 SGR)
Salaries	(\$30,000)
Related Benefits	(\$21,188)
Professional Services	(\$294,095)
Interagency Transfers (IAT)	(\$99,500)
T.O. Positions	(1)

The reduction to professional services eliminates budget authority for software upgrades that will be delayed until funds are available. The IAT expenditures are associated with payments to the Secretary of State for microfilming and archiving documents. The department reports it will delay microfilming current year documents until funds are available.

The department reports that it anticipates eliminating 1 as-of-yet unidentified vacant administrative position.

<u>Market Compliance Program</u> -	(\$863,585 SGR, \$23,084 Statutory Dedications - Insurance Fraud Investigation Fund, \$41,956 Statutory Dedications - Administrative Fund of the Department of Insurance, \$10,527 Statutory Dedications - Automobile Theft and Insurance Fraud Prevention Authority Fund)
Salaries	(\$304,901)
Related Benefits	(\$170,539)
Professional Services	(\$453,185)
Other Charges	(\$10,527)
T.O. Positions	(6)

The reduction to professional services will eliminate some planned accounting and auditing contracts examining insurance firms as well as contract legal services. The department reports it will prioritize activities and utilize internal resources to the degree possible given its remaining budget allocation.

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The department reports that it anticipates eliminating the following vacant positions but that given job titles eliminated may be subject to change based on need: 2 Insurance Supervisors, 2 Insurance Specialists, 1 Insurance Tech, and 1 Attorney.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

II. IMPACT ON FUTURE FISCAL YEARS

The department will be delaying IT software upgrades, microfilming and other activities that will require completion at an unspecified point in a subsequent fiscal year.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 9

AGENCY: Office of the Secretary

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$0	Management & Finance	\$0	0
Self-Generated Revenue:	(\$17,500)	LA Seafood Promotion & Marketing Board	(\$17,500)	0
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$17,500)</u>	Total	<u>(\$17,500)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of the Secretary is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces \$17,500 in SGR to the LA Seafood Promotion & Marketing Board (LSPMB).

A companion BA-7 in the amount of \$95,570 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the Office of the Secretary totals \$113,070.

(\$17,500)	JLCB Approval
(\$95,570)	OPB Approval
(\$113,070)	Total Mid-Year Reduction

This reduction will remove funding from the BP settlement required to pay for operations of the LSPMB. Reductions will curb the ability of the Board to perform outreach activities promoting the safety of LA seafood inside and outside of the state. In FY 11 the Board was given \$30 M from BP in response to the oil spill with the condition that the funding be used for seafood promotion.

In FY 13, the Board was transferred to the Department of Culture, Recreation & Tourism in an effort to rehabilitate the reputation of LA seafood products in national and international markets. Outreach programs from the Board have decreased in frequency over the past few years. There are currently \$331,718 of these funds remaining.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request assuming it meets the terms of the agreement between BP and the Department of Culture, Recreation & Tourism.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 10

AGENCY: State Library

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Library Services	(\$4,500)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	(\$4,500)			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$4,500)</u>	Total	<u>(\$4,500)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of the State Library is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces \$4,500 in SGR to the Library Services Program.

A companion BA-7 in the amount of \$234,506 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the Office of the State Library totals \$239,006.

(\$4,500)	JLCB Approval
<u>(\$234,506)</u>	OPB Approval
<u>(\$239,006)</u>	Total Mid-Year Reduction

Reductions associated with this BA-7 will impact many programs. Among the impacts would be the reduction of IT services provided by the State Library in the form of payment for internet services for 340 local branches, potentially limiting internet access to the general public. Additional impacts to local branches would include reducing the funding for the interlibrary loan program as well as ending subscriptions to certain database services and reference materials. Loss of funding for the interlibrary loan program may slow the transfer of requested books from one library to another, negatively impacting the public's ability to access desired reading materials. The subscription cancellation to various reference materials may also negatively impact the ability of the public to research topics of interest as well as those required for scholastic assignments. The only cancellation State Library has enacted so far is for Learning Express, an educational program designed to teach students how to use popular software like Microsoft Word and Adobe PDF creator. State Library will also lay off 5 filled positions and not fill one vacant position for the rest of the fiscal year while retaining their T.O. as unfunded positions. Lastly, in response to all of the reductions listed above, the State Library will only be open 2 days per week, severely limiting access to citizens. The State Library was unable to provide a detailed list of expenditure reductions resulting from the BA-7.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

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**LEGISLATIVE FISCAL OFFICE
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DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 11

AGENCY: State Museum

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	(\$63,158)	Museum	(\$85,880) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	(\$22,722)		
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$85,880)</u>	Total	<u>(\$85,880) 0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of State Museum is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces SGF in the amount of \$63,158 and SGR in the amount of \$22,722 to the Museum Program.

A companion BA-7 in the amount of \$212,486 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order Authority. The full mid-year reduction to State Museum totals \$298,366.

(\$85,880)	JLCB Approval
<u>(\$212,486)</u>	OPB Approval
(\$298,366)	Total Mid-Year Reduction

These reductions will impact operating services for state museums typically in the form of decreased utility usage, which will result in shortened hours of operation for all 9 museums throughout the state. This BA-7 also reduces the contract with the Louisiana Political Hall of Fame by \$25,000. The initial value of the contract was \$100,000 and funded as a pass through to help pay for salaries, related benefits, utilities and phone services for the Hall of Fame. The specific impact of the contract reduction is unknown at this time, but reductions in hours of operation are expected.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 12

AGENCY: State Parks

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	(\$253,630)	Parks & Recreation	(\$672,116)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	(\$418,486)			
Federal Funds:	\$0			
Total	(\$672,116)	Total	(\$672,116)	0

I. SUMMARY/COMMENTS

This reduction to the Office of State Parks is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces \$418,486 in Statutory Dedications funds from the LA State Parks Improvement & Repair Fund and reduces SGF in the amount of \$253,630.

A companion BA-7 in the amount of \$849,712 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency is \$1,521,828.

Reductions include the elimination of all 22 job appointments, 66 When Actually Employed (WAE) positions and 15 probationary employees. In total, 106 positions will be eliminated from State Parks, which will likely result in 319 existing TO positions performing tasks such as cleaning, fee collecting, lifeguard duty, and minor repairs. Loss of these positions will result in statewide pool closures and reduction to operating hours for state parks as well as the closing of 3 historical sites throughout the state. The sites to be closed are Fort Pike in New Orleans, Plaquemine Lock in Plaquemine Parish, and the Marksville Indian Mound in Avoyelles Parish. Also, travel, supplies, training, promotions, interpretative programs, acquisitions and major repairs will be reduced. In addition, the proposed BA-7 reduces \$418,486 from the State Parks Repair & Improvement Fund which will further delay park repairs that have been backlogged as the fund has been swept for multiple fiscal years. CRT's current deferred maintenance for State Parks is estimated to be \$21 M.

Below is a list of the affected parks and the classification of positions lost:

Location	Parish	Probational	Job Appt	WAE	Permanent	Total EE's
Administrative Office	East Baton Rouge	3	0	2	0	5
Bayou Segnette	Jefferson	1	1	0	0	2
Bogue Chitto	Washington	0	1	3	0	4
Chemin-A-Haut	Morehouse	0	1	7	0	8
Chicot	Evangeline	1	1	8	0	10
Cypremort Point	St. Mary	0	2	0	0	2
District 3 Office	Ouachita	0	1	0	0	1
Fairview / Riverside	St. Tammany	0	0	3	0	3
Fontainebleau	St. Tammany	0	1	3	0	4
Fort Jesup	Sabine	0	0	1	0	1
Fort Pike	Orleans	2	0	0	0	2
Fort St. Jean Baptiste	Natchitoches	0	0	2	0	2
Hodges Gardens	Sabine	3	0	1	0	4
Jimmie Davis	Jackson	0	1	2	0	3
Lake Bistineau	Webster	1	0	2	0	3

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Lake Bruin	Tensas	0	1	0	0	1
Lake Claiborne	Claiborne	0	1	2	0	3
Lake D'Arbonne	Union	1	1	3	0	5
Lake Fausse Pointe	Iberia	0	2	3	0	5
Marksville	Avoyelles	0	0	2	2	4
North Toledo Bend	Sabine	0	1	3	0	4
Palmetto Island	Vermillion	1	2	4	0	7
Plaquemine Lock	Iberville	0	0	1	1	2
Port Hudson	East Feliciana	0	0	2	0	2
Poverty Point Reservoir	Richland	0	3	0	0	3
Poverty Point World Heritage	West Carroll	0	0	1	0	1
Rebel	Natchitoches	0	0	1	0	1
Rosedown Plantation	West Feliciana	0	0	1	0	1
Sam Houston Jones	Calcasieu	0	2	1	0	3
South Toledo Bend	Sabine	1	0	1	0	2
St. Bernard	St. Bernard	0	0	2	0	2
Tickfaw	Livingston	1	0	5	0	6
TOTAL		15	22	66	3	106

Probational Appointment is the appointment of a person to serve during working test period in a position.

Job Appointment is a non-permanent appointment of an employee to fill a position in the classified service for a limited period of time.

When Actually Employed (WAE) positions serve on a part-time intermittent basis.

Permanent Appointment is a classified employee upon the successful completion of his probationary period.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 13

AGENCY: Cultural Development

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Cultural Development	(\$6,200) 0
Interagency Transfers:	\$0	Arts	\$0 0
Self-Generated Revenue:	(\$6,200)	Administrative	\$0 0
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$6,200)</u>	Total	<u>(\$6,200)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Office of Cultural Development is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces \$6,200 in SGR for various cultural development projects.

A companion BA-7 in the amount of \$105,867 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the Office of the Secretary totals \$112,067.

(\$6,200)	JLCB Approval
<u>(\$105,867)</u>	OPB Approval
(\$112,067)	Total Mid-Year Reduction

Reductions from this BA-7 will remove funding to purchase a vehicle for the Council for the Development of French in LA (CODOFIL) as well as eliminating a contract with the National Main Street Center in addition to travel and operating services. The National Main Street Center is an organization that provides training and education to Main Street communities in order to better market their towns to generate tourism revenue. Cultural Development had formed a scholarship program that would pay for community officials to attend the training free of charge. The CODOFIL vehicle was to be purchased to replace an older service vehicle that had been used past recommended usage. The original source of the SGR is the Historic Preservation fund (\$4,151) and CODOFIL (\$2,049).

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Culture, Recreation & Tourism

AGENDA NO.: 14

AGENCY: Tourism

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Administrative	(\$20,000) 0
Interagency Transfers:	\$0	Marketing	(\$1,058,664) 0
Self-Generated Revenue:	(\$1,157,534)	Welcome Centers	(\$78,870) 0
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$1,157,534)</u>	Total	<u>(\$1,157,534)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Office of Tourism is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces \$1,157,534 in SGR for various tourism programs.

A companion BA-7 in the amount of \$47,000 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the Office of the Secretary totals \$1,204,534.

(\$1,157,534) JLCB Approval
(\$47,000) OPB Approval
(\$1,204,534) Total Mid-Year Reduction

Reductions from this BA-7 will reduce funding of professional services contracts for marketing purposes with the following entities: the New Orleans Pelicans (\$130,000), Trumpet Group (\$417,164), and the Audubon Golf Trail and Research (\$160,000). Additional marketing changes will impact supplies by \$336,500 through reductions in printing services. This BA-7 also reduces supplies, operating services, and major repairs to Welcome Centers throughout the state for a total of \$78,870. Lastly, another \$20,000 will be removed from Administrative functions through supplies and related benefits.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Transportation & Development

AGENDA NO.: 15

AGENCY: Engineering & Operations

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Engineering	\$0	0
Interagency Transfers:	\$0	Multimodal Planning	\$0	0
Self-Generated Revenue:	\$0	Operations	(\$2,071,000)	0
Statutory Dedications:	(\$2,071,000)	Aviation	\$0	0
Federal Funds:	\$0			
Total	<u>(\$2,071,000)</u>	Total	<u>(\$2,071,000)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Engineering & Operations Agency is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces Statutory Dedications funds from the Transportation Trust Fund-Regular in the amount of \$2,071,000 for the District Operations Program.

The proposed reductions will reduce the Supplies expenditure category. DOTD reports that it will have sufficient supplies to cover needs through the remainder of the fiscal year utilizing remaining budget authority and existing stockpiles of highway maintenance materials (culverts, pilings, bridge materials, etc.).

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

II. IMPACT ON FUTURE FISCAL YEARS

DOTD reports that this action will deplete a significant portion of its supply stockpiles. The department will need to replace supplies next year that are not ordered and stockpiled in the current fiscal year.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Corrections

AGENDA NO.: 16

AGENCY: David Wade Correctional Center

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>	
State General Fund:	(\$17,695)	Administration	\$0	0
Interagency Transfers:	\$0	Incarceration	(\$17,695)	0
Self-Generated Revenue:	\$0	Auxiliary Account	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$17,695)</u>	Total	<u>(\$17,695)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the David Wade Correctional Center is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$17,695 for the Forcht-Wade Correctional Center.

A companion BA-7 in the amount of \$896,033 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$913,728.

(\$17,695)	JLCB Approval
<u>(\$896,033)</u>	OPB Approval
(\$913,728)	Total Mid-Year Reduction

This reduces excess unemployment funding associated with the Forcht Wade Correctional Center. The facility closed in July 2012. The unemployment benefits were paid for 52 weeks and ended in June 2013. This funding was the original amount budgeted to pay for unemployment at the Forcht-Wade Correctional Center and was not removed from the budget in FY 14 and FY 15. This funding was being used to offset underfunded needs for utilities (\$285,000) and supplies (\$175,000) at the facility, as well as unemployment costs for that facility that were not budgeted (\$47,000).

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Public Safety

AGENDA NO.: 17

AGENCY: Management & Finance

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Management & Finance	(\$120,000) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	(\$120,000)		
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$120,000)</u>	Total	<u>(\$120,000) 0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of Management & Finance is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGR in the amount of \$120,000 for the Management & Finance Program.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

The SGR is derived from the Office of Motor Vehicle fees. Of the \$120,000 reduction, \$24,000 is a contract with Westaff for temporary staffing that has been canceled. The remaining \$96,000 reduction is a contract with the Long Law Firm. The original contract amount was for approximately \$146,000 and will now be approximately \$50,000. The department anticipates spending \$50,000 in legal expenses for the year.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
DEFERRED By JLCB

DEPARTMENT: Public Safety

AGENDA NO.: 18

AGENCY: State Police

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>	
State General Fund:	\$0	Traffic Enforcement	\$0	0
Interagency Transfers:	\$0	Criminal Investigation	\$0	0
Self-Generated Revenue:	\$0	Operational Support	\$0	0
Statutory Dedications:	\$0	Gaming Enforcement	\$0	0
Federal Funds:	\$0			
Total	\$0	Total	\$0	0

I. SUMMARY/COMMENTS

This means of finance swap within the Office of State Police is part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces the statutorily dedicated Riverboat Gaming Enforcement Fund in the amount of \$6,000,000 and increases the statutorily dedicated Transportation Trust Fund (TTF-R) by a like amount for the Traffic Enforcement Program. In addition, this proposed BA-7 reduces the statutorily dedicated Riverboat Gaming Enforcement Fund in the amount of \$939,570 and increases the statutorily dedicated Concealed Handgun Permit Fund by a like amount for the Operational Support Program. The net fiscal impact to State Police as a result of these proposed budget changes is \$0. As a result of the swaps, the TTF-R appropriation will increase from \$59.8 M to \$65.8 M, the Riverboat Gaming Enforcement Fund appropriation will decrease from \$41.6 M to \$34.6 M and the Concealed Handgun Permit Fund appropriation will increase from \$2.8 M to \$3.7 M.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

Traffic Enforcement

The MOF swap decreases the Riverboat Gaming Enforcement Fund by \$6 M and increases TTF-R by \$6 M to continue operations within the Traffic Enforcement Program. At the January 29th Revenue Estimating Conference meeting, additional TTF-R revenue was recognized for FY 15. Since the May 2014 REC meeting, TTF-R revenue has increased by \$18.2 M.

The \$6 M reduction of the Riverboat Gaming Enforcement Fund will be utilized in BA-7 #24. The \$6 M amount will likely be transferred to the Overcollections Fund to be used by Department of Health & Hospitals - Medical Vendor Payments to offset a portion of the \$42.9 M SGF reduction. The transfer authorization will likely be contained within an upcoming legislative instrument (supplemental appropriations or funds bill) during the 2015 legislative session.

Operational Support

The MOF swap decreases the Riverboat Gaming Enforcement Fund by \$939,750 M and increases the Concealed Handgun Permit Fund by a like amount to continue operations within the Operational Support Program. As of 2/12/2015, the Concealed Handgun Permit Fund currently has cash on hand balance of \$5.6 M. Upon approval of this BA-7, the fund will have a FY 15 projected unappropriated balance of approximately \$3.9 M.

Note: Upon approval of this proposed BA-7 and proposed BA-7 #20, the Riverboat Gaming Enforcement Fund will have an FY 15 projected unappropriated fund balance of \$10.4 M.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

February 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
DEFERRED By JLCB

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

DEPARTMENT: Public Safety

AGENDA NO.: 19

AGENCY: State Fire Marshal

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Fire Prevention	(\$134,746)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	(\$134,746)			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$134,746)</u>	Total	<u>(\$134,746)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of State Fire Marshal is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGR in the amount of \$134,746 for the Fire Prevention Program.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

The \$134,746 amount is being reduced from Other Charges - Aid to Local Governments. According to the State Fire Marshal, the reduction will not affect current local projects. Aid to local governments is assistance to local fire departments which can include reimbursement for planning of new fire stations, equipment and other assistance. This amount is currently unobligated funding. There is \$1,754,652 budgeted for FY 15 for Aid to Local Governments. The number and cost of projects vary from year to year. There are currently 7 projects with costs ranging from \$25,000 to \$500,000.

II. IMPACT ON FUTURE FISCAL YEARS

According to the State Fire Marshal, the Aid to Local Governments will likely be reduced in the FY 16 budget in the amount of \$540,000 to \$1,214,652 (\$1,754,652 FY 15 budgeted - \$540,000 FY 16 reduction). The reduction may limit the number of projects at the local level or the size of projects entered into at the local level.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Public Safety

AGENDA NO.: 20

AGENCY: LA Gaming Control Board

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	LA Gaming Control Board	(\$75,000)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	(\$75,000)			
Federal Funds:	\$0			
Total	<u>(\$75,000)</u>	Total	<u>(\$75,000)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the LA Gaming Control Board is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces the statutorily dedicated funds from the Riverboat Gaming Enforcement Fund in the amount of \$75,000 for the Administrative Program.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

The \$75,000 reduction is excess budget authority within each of the following expenditure categories: \$41,000 in Operating Services, \$16,000 in Supplies, and \$18,000 in Professional Services. Operating Services will be reduced \$1,000 in dues and subscriptions, \$3,000 in mail and postage, and \$37,000 in miscellaneous operating services. Supplies will be reduced \$3,000 in office supplies and \$13,000 in other supplies. Professional Services will be reduced \$18,000 in legal expenditures associated with the court reporter contract used for board meetings.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Youth Services

AGENDA NO.: 21

AGENCY: Juvenile Justice

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>	
State General Fund:	(\$2,471,838)	Administration	\$0	0
Interagency Transfers:	\$0	North Region	\$0	0
Self-Generated Revenue:	\$0	Central/Southwest Region	\$0	0
Statutory Dedications:	\$0	Southeast Region	\$0	0
Federal Funds:	\$0	Contract Services	(\$2,471,838)	0
		Auxiliary	\$0	0
Total	<u>(\$2,471,838)</u>	Total	<u>(\$2,471,838)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of Juvenile Justice (OJJ) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$2,471,838 for the Contract Services Program.

A companion BA-7 in the amount of \$1,582,162 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the Office of Juvenile Justice totals \$4 M.

(\$2,471,838)	JLCB Approval
<u>(\$1,528,162)</u>	OPB Approval
(\$4,000,000)	Total Mid-Year Reduction

The budget is being reduced in the amount of \$4 M from contract authority. OJJ was slated to transfer \$4 M to DHH-Medical Vendor Payments (DHH-MVP) for the Coordinated System of Care (CSoc). CSoc is an initiative that was implemented in FY 12 that involves 4 child-serving agencies (DHH, DCFS, OJJ and DOE), along with families, youth and other partners to better streamline and coordinate public behavioral health services for children who are either in or at risk of being placed out-of-home. The transfer of funds from OJJ to DHH-MVP was to be used to leverage federal and state dollars to provide behavioral and mental health treatment to youth in need of services in order to prevent those youth from progressing into the criminal justice system or out of home placement. The State Management Organization (SMO) is charged with determining Medicaid eligibility and manages billing for these services. Although OJJ is not billed directly for services provided historically or currently, they are obligated to make payments for this purpose. However, OJJ has not made the transfer of payments to DHH-MVP since FY 12 due to budgetary challenges and limitations; therefore, DHH-MVP is absorbing these costs.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 22

AGENCY: Jefferson Parish Human Services Authority

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	(\$3,309)	Jefferson Parish Human Services Authority	(\$3,309)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$3,309)</u>	Total	<u>(\$3,309)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Jefferson Parish Human Services Authority (JPHSA) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$3,309.

A companion BA-7 in the amount of \$607,189 will be processed in-house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$610,498.

(\$3,309)	JLCB Approval
<u>(\$607,189)</u>	OPB Approval
(\$610,498)	Total Mid-Year Reduction

JPHSA reports that it will not fill 2 unspecified, vacant other charges positions in the current fiscal year. Additional savings will be realized through the retirement of a child psychologist to be replaced at a lower cost and elimination of 2 underutilized services (client transportation and bilingual behavioral health).

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 23

AGENCY: Metropolitan Human Services District

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	(\$155,899)	Metropolitan Human Services District	(\$155,899)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$155,899)</u>	Total	<u>(\$155,899)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Metropolitan Human Services District (MHSD) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$155,899.

A companion BA-7 in the amount of \$872,901 will be processed in-house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$1,028,800.

(\$155,899)	JLCB Approval
<u>(\$872,901)</u>	OPB Approval
(\$1,028,800)	Total Mid-Year Reduction

MHSD reports that it will eliminate 2 unspecified, vacant other charges positions in the current fiscal year. Additional savings will be realized by delaying implementation of unspecified contracts as well as reducing or realigning various contract expenditures based on year-to-date expenditures.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

DEPARTMENT: Health & Hospitals

AGENDA NO.: 24

AGENCY: Medical Vendor Payments

ANALYST: Shawn Hotstream

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Private Providers	\$40,506,438 0
Interagency Transfers:	\$0	Public Providers	\$0 0
Self-Generated Revenue:	\$0	Medicare Buy-Ins & Supplements	\$0 0
Statutory Dedications:	\$40,506,438	Uncompensated Care Costs	\$0 0
Federal Funds:	\$0		
Total	<u>\$40,506,438</u>	Total	<u>\$40,506,438</u> 0

I. SUMMARY/COMMENTS

This increase in revenue to Medical Vendor Payments (MVP) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 increases Statutory Dedications in the amount of \$40,506,438. The source of Statutory Dedication includes various revenue sources projected to be collected in the Overcollections Fund. The specific sources that will be deposited into the Overcollections Fund include 1) \$11,100,000 in SGR from the LA Department of Revenue; 2) \$13,206,438 in available fund balance from the Telephone Company Property Assessment Relief Fund; 3) \$8 M from the DEQ Motor Fuels Underground Tank Fund; and 4) \$8,200,000 in Riverboat Gaming Enforcement Fund. This revenue will be utilized to offset a larger reduction in SGF in Medical Vendor Payments.

A companion BA-7 reducing \$42,925,118 in SGF will be processed in house by the Office of Planning & Budget under the Governor's Executive authority. The full mid-year impact to the MVP is a net reduction of \$2,418,680.

(\$42,925,118)	SGF Reduction (OPB Approval)
<u>\$40,506,438</u>	Statutory Dedication Increase (JLCB Approval)
(\$2,418,680)	Net Mid-Year Reduction

The net reduction to MVP (Medicaid) will result in elimination of Disproportionate Share Hospital (DSH) payments for uncompensated care costs to eligible hospitals with Medical Emergency Room Extension (MHERE) programs, and a reduction in supplemental Medicaid payments to eligible Major Teaching hospitals related to extraordinary costs incurred for Medicaid patients diagnosed with hemophilia.

(\$2,305,190)	SGF reduction for MHERE DSH payments (approx. \$6 M total payment impact)
<u>(\$113,490)</u>	SGF reduction for supplemental claims payments to hospitals with hemophilia expenses (\$300 K total impact)
(\$2,418,680)	

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

February 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB

DEPARTMENT: Health & Hospitals

AGENDA NO.: 24

AGENCY: Medical Vendor Payments

ANALYST: Shawn Hotstream

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Private Providers	\$32,506,438 0
Interagency Transfers:	\$0	Public Providers	\$0 0
Self-Generated Revenue:	\$0	Medicare Buy-Ins & Supplements	\$0 0
Statutory Dedications:	\$32,506,438	Uncompensated Care Costs	\$0 0
Federal Funds:	\$0		
Total	<u>\$32,506,438</u>	Total	<u>\$32,506,438</u> 0

I. SUMMARY/COMMENTS

This increase in revenue to Medical Vendor Payments (MVP) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 increases Statutory Dedications in the amount of \$40,506,438. The source of Statutory Dedication includes various revenue sources projected to be collected in the Overcollections Fund. The specific sources that will be deposited into the Overcollections Fund include 1) \$11,100,000 in SGR from the LA Department of Revenue; 2) \$13,206,438 in available fund balance from the Telephone Company Property Assessment Relief Fund; and 3) \$8,200,000 in Riverboat Gaming Enforcement Fund. This revenue will be utilized to offset a larger reduction in SGF in Medical Vendor Payments.

A companion BA-7 reducing \$42,925,118 in SGF will be processed in house by the Office of Planning & Budget under the Governor's Executive authority. The full mid-year impact to the MVP is a net reduction of \$10,418,680.

(\$42,925,118)	SGF Reduction (OPB Approval)
<u>\$32,506,438</u>	Statutory Dedication Increase (JLCB Approval)
(\$10,418,680)	Net Mid-Year Reduction

The net reduction to MVP (Medicaid) will result in elimination of Disproportionate Share Hospital (DSH) payments for uncompensated care costs to eligible hospitals with Medical Emergency Room Extension (MHERE) programs, and a reduction in supplemental Medicaid payments to eligible Major Teaching hospitals related to extraordinary costs incurred for Medicaid patients diagnosed with hemophilia.

(\$2,305,190)	SGF reduction for MHERE DSH payments (approx. \$6 M total payment impact)
(\$113,490)	SGF reduction for supplemental claims payments to hospitals with hemophilia expenses (\$300 K total impact)
<u>(\$8,000,000)</u>	Removal of funding from the DEQ Motor Fuels Underground Fund by JLCB amendment to the BA-7
(\$10,418,680)	

Note: Additional \$8 M from the DEQ Motor Fuels Underground Tank Fund amended out of original BA-7 by JLCB will result in a like amount of reduction to the Medical Vendor Payments (excluding federal match). The specific provider payments that will be impacted are not known.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

February 20, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB

DEPARTMENT: Health & Hospitals

AGENDA NO.: 25

AGENCY: LA Emergency Response Network Board

ANALYST: Patrice Thomas

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	(\$13,354)	LA Emergency Response Network Board	(\$13,354)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$13,354)</u>	Total	<u>(\$13,354)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the LA Emergency Response Network Board (LERN) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$13,354 for LERN.

A companion BA-7 reducing Federal funds by \$43,320 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$56,674.

(\$13,354)	JLCB Approval
<u>(\$43,320)</u>	OPB Approval
(\$56,674)	Total Mid-Year Reduction

Summary of reductions:

Travel	\$3,500
Operating Services	\$4,550
Supplies	\$4,300
Professional Services	<u>\$44,324</u>
Total	\$56,674

The total reduction of \$56,674 represents reductions of approximately 6% in travel, 2% in operating services, 17% in office supplies, and less than 1% in professional services. The reduction in operating services are advertising, printing, pest control, maintenance, waste disposal, dues and subscriptions. The reduction in professional services includes contracts for legal and consulting services, a trauma medical director and education.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Health & Hospitals

AGENDA NO.: 26

AGENCY: Acadiana Area Human Services District

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	(\$259,861)	Acadiana Area Human Services District	(\$259,861)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$259,861)</u>	Total	<u>(\$259,861)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Acadiana Area Human Services District (AAHSD) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$259,861.

A companion BA-7 in the amount of \$543,191 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$803,052.

(\$259,861)	JLCB Approval
<u>(\$543,191)</u>	OPB Approval
(\$803,052)	Total Mid-Year Reduction

AAHSD reports that it will realize savings through attrition (unfilled vacant positions), the executive order spending freeze, reducing unspecified social service contracts, decreasing use of professional service contracts and realigning revenue sources.

Note: AAHSD indicates it may be able to leverage additional federal dollars through the Low-Income and Needy Care Collaboration Agreement (LINCCA) Program in order to offset some of the proposed reductions. While AAHSD references realigning unspecified revenue sources and attempting to draw additional federal match to offset reductions, those changes are not reflected in this BA-7.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 27

AGENCY: Imperial Calcasieu Human Services Authority

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	(\$436,542)	Imperial Calcasieu Human Services Authority	(\$436,542)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$436,542)</u>	Total	<u>(\$436,542)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Imperial Calcasieu Human Services District (ICHSD) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$436,542.

A companion BA-7 in the amount of \$369,921 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$806,463.

(\$436,542)	JLCB Approval
<u>(\$369,921)</u>	OPB Approval
(\$806,463)	Total Mid-Year Reduction

ICHSD reports that it will reduce or eliminate unspecified, underutilized contracts and achieve additional savings through reductions by delaying contract start dates and improvements to third-party billing. ICHSD will realize savings to its existing telepsychiatry contract based on recruitment of staff able to provide this service in-house.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 28

AGENCY: Central LA Human Services District

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	(\$41,418)	Central LA Human Services District	(\$41,418) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$41,418)</u>	Total	<u>(\$41,418)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Central LA Human Services District (CLHSD) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on F2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$41,418.

A companion BA-7 in the amount of \$495,541 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the agency totals \$536,959.

(\$41,418)	JLCB Approval
<u>(\$495,541)</u>	OPB Approval
(\$536,959)	Total Mid-Year Reduction

CLHSD reports that it will reduce or eliminate unspecified, underutilized contracts and achieve additional savings through reductions in an unspecified number of vacant positions, attrition, and general expense reductions of operating services.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Children & Family Services

AGENDA NO.: 29

AGENCY: Children & Family Services

ANALYST: Patrice Thomas

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administration & Executive Support	(\$6,757)	0
Interagency Transfers:	\$0	Prevention & Intervention Services	\$0	0
Self-Generated Revenue:	\$0	Community & Family Services	(\$278,466)	0
Statutory Dedications:	\$0	Field Services	\$0	0
Federal Funds:	(\$285,223)			
Total	<u>(\$285,223)</u>	Total	<u>(\$285,223)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Department of Children & Family Services (DCFS) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces Federal funds in the amount of \$6,757 for the Administrative & Executive Support Program and \$278,466 for the Community & Family Services Program.

A companion BA-7 reducing Federal funds by \$146,932 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority. The full mid-year reduction to the department totals \$432,155.

(\$285,223) JLCB Approval
(\$146,932) OPB Approval
(\$432,155) Total Mid-Year Reduction

Summary of reductions:

Other Compensation	\$ 3,481 SGF and \$ 6,757 Federal = \$ 10,238
Other Charges	\$143,451 SGF and \$278,466 Federal = \$421,917
Total	\$146,932 SGF and \$285,223 Federal = \$432,155

Other Compensation – The department is reducing two vacant student worker positions for the remaining 5 months of the fiscal year.

Other Charges – The department is reducing administrative costs for child support enforcement services (\$60,118 SGF and \$116,701 Federal) as well as reducing contracted services associated with medical support orders (\$83,333 SGF and \$161,765 Federal). The contract for medical support orders is with Arkansas Medical Support Services Consortium. The contractor identifies support enforcement cases where health insurance coverage is available to dependent children through a parent's employer and enrolls the dependent children into the identified health plan. The department will continue to utilize the contractor to identify available health insurance coverage but will use existing staff to complete the enrollment process.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

February 20, 2015

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Natural Resources

AGENDA NO.: 30

AGENCY: Office of Secretary

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>	
State General Fund:	\$0	Executive	\$0	0
Interagency Transfers:	\$0	Management & Finance	(\$17,604)	0
Self-Generated Revenue:	\$0	Technology Assessment	\$0	0
Statutory Dedications:	(\$17,604)	Atchafalaya Basin	\$0	0
Federal Funds:	\$0	Auxiliary Account	\$0	0
Total	<u>(\$17,604)</u>	Total	<u>(\$17,604)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of the Secretary is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces \$17,604 from the statutorily dedicated Fisherman's Gear Compensation Fund in the amount of \$17,604 for the Management & Finance Program.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

This reduction will impact the ability of DNR to pay fishermen from the Fisherman's Gear Compensation Fund. The Fisherman's Gear Compensation Fund allows fishermen who have lost lost equipment due to collisions with underwater oil pipelines and tools to request reimbursement from DNR for said equipment after providing proper documentation of ownership. This could negatively impact sportsmen who lose gear in this manner as there is no recourse for them to be reimbursed for the gear that was destroyed. This amount also represents the remaining portion of a 5% cut to the Fisherman's Gear Compensation Fund as \$14,037 was reduced in the first deficit plan. The total 5% reduction for this fund is \$31,641.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Natural Resources

AGENDA NO.: 31

AGENCY: Mineral Resources

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Mineral Resources Management	(\$357,455) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	(\$357,455)		
Federal Funds:	\$0		
Total	<u>(\$357,455)</u>	Total	<u>(\$357,455)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Office of Mineral Resources is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. The BA-7 reduces statutorily dedicated funds from the Mineral & Energy Operations Fund in the amount of \$357,455 for Mineral Resources Management Program.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

This represents a reduction from the Mineral & Energy Operations Fund for the following expenditures: Other Compensation (\$10,000), Professional Services (\$200,000), and Other Charges (\$147,455). Other Compensation impacts student employment in Lease Management and Desk Audit activities. These duties will likely be performed by remaining staff. Professional Services reduction impacts the Lease Management activity. The majority of this funding is used to pay legal fees associated with disputed ownership, 16th Section educational funding*, and royalty payoffs. These legal services have not been expended and the department is uncertain when cases will be filed. Thus, the specific fiscal impact of this reduction is indeterminable. Other Charges also impacts the Lease Management activity and may impact the ability to maintain the SONRIS software system. The SONRIS system is used by the department and the oil and gas industry extensively for reporting and analysis of mineral revenues and activity.

***Note:** 16th Section educational funding is funding provided by mineral rights from land owned by a school district. The royalties from the land owned by the school district are given to the local school board to be spent as needed within the school district.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Revenue

AGENDA NO.: 32

AGENCY: Office of Revenue

ANALYST: Deborah Vivien

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Tax Collection	(\$1,379,142) 0
Interagency Transfers:	\$0	Alcohol & Tobacco Control	(\$879,426) 0
Self-Generated Revenue:	(\$2,258,568)	Charitable Gaming	\$0 0
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$2,258,568)</u>	Total	<u>(\$2,258,568)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Department of Revenue is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5M for FY 15. The BA-7 reduces SGR by \$1,379,142 for the Tax Collection Program and \$879,426 for the Alcohol & Tobacco Control Program.

The Tax Collection Program reduction represents a 1.3% decrease in spending authority and will be absorbed mainly through attrition, delaying hiring outside of the existing hiring freeze, centralizing supply purchases within the agency, as well as reducing the allowable funding for future contractual agreements. The reduction to the Office of Alcohol & Tobacco Control (ATC) represents a 13.8% reduction to the current total appropriation and 18.1% reduction in the SGR appropriation. If this proposed BA-7 is approved, ATC will have experienced a 25% reduction in its FY 15 budget with adjustments in conference travel, anticipated litigation expenses, software acquisitions and vacant positions in the Lake Charles area.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year expenditure reduction.

Note: The Department of Revenue will also be required to transfer \$11.1 M in SGR for use in the DHH budget to alleviate mid-year reductions (agenda item #24). Those funds are in addition to this BA-7 and are not considered in this write-up.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Environmental Quality

AGENDA NO.: 33

AGENCY: Environmental Compliance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Environmental Compliance	(\$1,195,000) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	(\$1,195,000)		
Federal Funds:	\$0		
Total	<u>(\$1,195,000)</u>	Total	<u>(\$1,195,000)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Office of Environmental Compliance is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces statutorily dedicated funds from the Environmental Trust Fund in the amount of \$1,195,000 for the Office of Environmental Compliance.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

This reduction includes \$185,000 in savings per Executive Order BJ 2014-16, Executive Branch Expenditure Freeze with savings taken from operating services (\$150,000) and supplies (\$35,000). The reduction also includes reductions in contracts (\$1,010,000) for unused lab analysis contracts with 9 vendors (\$900,000) and elimination of matching funds (\$110,000) for an EPA Hurricane Katrina grant that is completed. LDEQ forecasts that the Environmental Trust Fund will have a balance of approximately \$10.7 M at the end of FY 15 after application of these mid-year reductions.

With the reductions above, DEQ's budget is equal to the average over the last three years, plus 10%. After these reductions, DEQ is able to fund the anticipated day-to-day operational needs of the department. However, DEQ reports that it will not have adequate funding to respond in a timely basis to an unanticipated environmental emergency such as the following that have occurred: Hurricane Katrina (2005), Hurricane Rita (2005), Hurricane Gustav (2008), Hurricane Ike (2008), Deepwater Horizon oil spill (2010), Temple-Inland fish kill (2011), and Bayou Corne sinkhole (2012). When environmental emergencies such as these occur, DEQ's response costs typically exceed 10% of the agency's budget. However, DEQ does not anticipate any impacts from elimination of the matching funds (\$110,000) for the EPA Hurricane Katrina grant that is completed.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Environmental Quality

AGENDA NO.: 34

AGENCY: Environmental Services

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Environmental Services	(\$27,057) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	(\$27,057)		
Federal Funds:	\$0		
Total	<u>(\$27,057)</u>	Total	<u>(\$27,057)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Office of Environmental Services is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces statutorily dedicated funds from the Environmental Trust Fund in the amount of \$27,057 for the Office of Environmental Services.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

The purpose of this BA-7 is to decrease statutorily dedicated funds from the Environmental Trust Fund by \$27,057 to address a midyear budget shortfall. This reduction is from savings per Executive Order BJ 2014-16, Executive Branch Expenditure Freeze with savings taken from travel (\$5,000), operating services (\$5,000) supplies (\$9,400), and state OTM/printing (\$7,657). LDEQ reports that these reductions will not have significant operational impacts to the department. LDEQ forecasts that the Environmental Trust Fund will have a balance of approximately \$10.7 M at the end of FY 15 after application of these mid-year reductions.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Environmental Quality

AGENDA NO.: 35

AGENCY: Management & Finance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Support Services	(\$1,309,833)	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	(\$1,309,833)			
Federal Funds:	\$0			
Total	<u>(\$1,309,833)</u>	Total	<u>(\$1,309,833)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the Office of Management & Finance is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces statutorily dedicated funds from the following funds for the Office of Management & Finance: Environmental Trust Fund (\$277,943), the Motor Fuels Underground Tank Fund (\$709,714) and the Waste Tire Management Fund (\$322,176).

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

The reduction from the Environmental Trust Fund (\$277,943) is from savings per Executive Order BJ 2014-16, Executive Branch Expenditure Freeze from operating services (\$250,000) and supplies (\$27,943). LDEQ reports that these reductions will not have significant operational impacts to the department. LDEQ forecasts that the Environmental Trust Fund will have a balance of approximately \$10.7 M at the end of FY 15 after application of these midyear reductions.

LDEQ reports that the reduction of \$709,714 to the Motor Fuels Underground Storage Tank Trust Fund may reduce resources for remediation of leaking underground motor fuel storage tanks. This reduction is in addition to a previous midyear cut of \$473,142. Fund revenues are derived from a fee imposed on the first sale of bulk motor fuel and from an annual fee per tank on owners of underground tanks storing new or used motor oil. LDEQ uses the fund to reimburse program participants for costs to remediate sites contaminated by leakage of motor fuels. This budget reduction is not likely to have an impact in FY 15 because the fund had unobligated balance of \$10.2 M on 12/31/2014 (latest date available). However, LDEQ reports that the fund acts as an insurance pool to fund remediation costs for leaking storage tanks and the fund may face a shortfall in the future due to this reduction.

LDEQ also reports that the reduction of \$322,176 in the Waste Tire Management Fund will decrease resources to pay waste tire processors. This reduction is in addition to a previous midyear cut of \$226,785. These revenues are derived from fees paid from new and used tire sales. Based on both mid-year reductions, LDEQ projects that the Waste Tire Management Fund will be short by approximately \$365,000 by the end of FY 15 and will owe this amount to waste tire processors for tires that have already been processed. LDEQ prorates payments to waste tire processors in months when cash is not available in the fund.

II. IMPACT ON FUTURE FISCAL YEARS

The reduction of \$709,714 to the Motor Fuels Underground Storage Tank Trust Fund may reduce resources for remediation of leaking underground motor fuel storage tanks in future fiscal years. The mid-year reductions will leave less cash in the Waste Tire Management Fund going into FY 16 and make the fund more susceptible to monthly shortfalls and prorated payments to waste tire processors in the future.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

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LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

The Legislative Fiscal Office recommends approval of this BA-7 request.

DEPARTMENT: Workforce Commission

AGENDA NO.: 36

AGENCY: Workforce Support & Training

ANALYST: Patrice Thomas

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Executive Director	\$0	0
Interagency Transfers:	\$0	Management & Finance	\$0	0
Self-Generated Revenue:	\$0	Information Systems	\$0	0
Statutory Dedications:	(\$329,467)	Workforce Development	\$0	0
		Unemployment Insurance Administration	\$0	0
Federal Funds:	\$0	Workers Compensation Administration	(\$329,467)	0
Total	<u>(\$329,467)</u>	Total	<u>(\$329,467)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This reduction to the LA Workforce Commission (LWC) is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces Statutory Dedications in the amount of \$329,467 for the Office of Worker's Compensation Administration.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

LWC did not renew a contract with the SAS Institute for information technology services in the Office of Worker's Compensation once the contract had ended in August 2014. The contract created a statewide SAS fraud detection system to assist in collecting unemployment insurance taxes, plus penalties and interest. In FY 15, LWC had budgeted \$568,183 for the SAS contract. No funds were expended for this purpose in FY 15. The remaining balance of the SAS contract was reduced as part of the first mid year deficit elimination plan offered by the Division of Administration in December 2014; therefore no funding remains in FY 15 for the contract. This represents a decrease of approximately 2% from the Office of Workers' Compensation Administrative Fund statutory dedication.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Wildlife & Fisheries

AGENDA NO.: 37

AGENCY: Office of Wildlife

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	Wildlife	(\$1,821,250) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	(\$1,821,250)		
Federal Funds:	\$0		
Total	<u>(\$1,821,250)</u>	Total	<u>(\$1,821,250)</u> 0

I. SUMMARY/COMMENTS

This reduction to the Office of Wildlife is being made as part of the mid-year deficit elimination program offered by the Division of Administration on 2/6/2015 to address a \$103.5 M reduction in the revenue forecast for FY 15. This BA-7 reduces Statutory Dedications funds in the amount of \$1,821,250 from the Conservation Fund.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

This reduction represents a loss in funding allotted for land acquisition in cases of purchases needed to be made on short notice. These funds can be accessed from the Conservation Fund by Wildlife to make land purchases that arise from favorable situations or in instances of urgent need. After the reduction, \$928,750 remains from Statutory Dedications in the Conservation Fund with another \$3.75 M in matching federal funding, leaving a remaining balance of \$4.7 M.

II. IMPACT ON FUTURE FISCAL YEARS

The Legislative Fiscal Office anticipates that these reductions will be annualized in the FY 16 budget.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Other Requirements

AGENDA NO.: 38

AGENCY: LED Debt Service / State Commitments

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	(\$221,080)	LED Debt Service	(\$221,080) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	\$0		
Federal Funds:	\$0		
Total	<u>(\$221,080)</u>	Total	<u>(\$221,080) 0</u>

I. SUMMARY/COMMENTS

This reduction to LED Debt Service/Commitments is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces SGF in the amount of \$221,080 for LED Debt Service & Commitments.

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

LED Debt Service and State Commitments fund economic development projects throughout the state. The LA Department of Economic Development (LED) will offset the \$221,080 mid-year reduction with a \$1.5 M SGR payment from the City of Baton Rouge for IBM that is due in June 2015. This payment of \$1.5 M in SGR was not included in the FY 15 budget and the DOA/LED intends to seek appropriation of these funds in the Supplemental Bill to replace the \$221,080 in SGF reduced by this BA-7. LED will use alternative means of finance to make LED Debt Service & State Commitment payments related to the \$221,080 mid-year reduction if the department receives payment requests prior to receiving the IBM payment in June 2015. LED will credit these alternative means of finance after receiving the IBM payment. The remaining \$1,278,920 from Baton Rouge for IBM (\$1,500,000 - \$221,080 = \$1,278,920) will be available for appropriation to LED in FY 16 through the appropriations bill.

II. IMPACT ON FUTURE FISCAL YEARS

The remaining balance of \$1,278,920 from an unappropriated payment of \$1.5 M to be received in June of 2015 from the City of Baton Rouge for IBM will be available for appropriation to LED in FY 16 through the appropriations bill. As stated in the Summary/Comments, LED plans to use \$221,080 of the \$1.5 M to offset the \$221,080 in midyear cuts in this BA-7. As such, LED will need to find an alternative source of funding for the \$221,080 for IBM in FY 16 since these funds were used to offset the mid-year cut.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Capital Outlay Cash

AGENDA NO.: 39

AGENCY: DOTD-Capital Outlay / Non-State

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>
State General Fund:	\$0	DOTD-Capital Outlay / Non-State	(\$14,580,498) 0
Interagency Transfers:	\$0		
Self-Generated Revenue:	\$0		
Statutory Dedications:	(\$14,580,498)		
Federal Funds:	\$0		
Total	<u>(\$14,580,498)</u>	Total	<u>(\$14,580,498)</u> 0

I. SUMMARY/COMMENTS

This reduction to the DOTD-Capital Outlay / Non-State is being made as part of the mid-year deficit elimination plan offered by the Division of Administration on 2/6/2015 to address a reduction in the revenue forecast of \$103.5 M for FY 15. The BA-7 reduces funding from the Statutory Dedications, Transportation Trust Fund (TTF) - Regular in the amount of \$14,580,498 for the Other Charges expenditure category in the DOTD-Capital Outlay / Non-State Program. The reduction includes:

\$5,538,498 reduction in capital outlay projects. The LFO assumes these reductions will be allocated to the Highway Priority Program. The Department reports that the Division of Administration will authorize the use of additional revenues recognized by the Revenue Estimating Conference (REC) to back-fill this reduction in a subsequent action. This plan will require additional legislative action either through budget adjustment by the JLCB or supplemental appropriation by the legislature. The current REC estimate for the Transportation Trust Fund adopted on 1/16/2015 exceeds the recommendation used in constructing the current year budget allocations (adopted on 5/19/2014) by a total of \$18.2 M. Of the \$18.2 M projected revenue growth, a separate action earlier in today's agenda (BA-7 #18) allocates and appropriates \$6 M of that amount to the Office of State Police leaving an undesignated balance of \$12.2 M.

\$9,042,000 attributed to implementing recommendations from the GEMS report for the Department of Transportation & Development (DOTD). The LFO assumes these reductions will be allocated to the Highway Priority Program. Implementation of the GEMS recommendations will result in an actual reduction of expenditures attributable to 2 factors:

Expenditure Reduction

\$3,000,000	Reducing capital project cost overruns via a Quality Assurance & Quality Control Engineering Team
\$542,000	Reducing use of outside design and construction engineer contractors

The department reports it has already formed the Quality Assurance & Control Team and initiated expansion of its design and construction engineering staff. DOTD anticipates the \$3.5 M savings projected by the GEMS report to be achievable over the life span of the FY 15 Capital Outlay Program.

Potential Revenue Offsets

Implementation of 2 additional GEMS recommendations are projected to result in an increase in revenues that the Division of Administration has authorized for use to back-fill \$5.5 M in reductions as proposed in this BA-7. This plan will require additional legislative action either through budget adjustment by the JLCB or supplemental appropriation by the legislature.

\$5,000,000	Proceeds from the anticipated sale of surplus properties
\$500,000	Anticipated expansion of annual advertising revenue on DOTD assets

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Approved By JLCB

No companion BA-7 will be processed in house by the Office of Planning & Budget under the Governor's Executive Order authority as this BA-7 represents the full amount of the mid-year reduction.

NOTE: This BA-7 executes a reduction to the DOTD Capital Outlay Program (assumed to be the Highway Priority Program). Despite reference to back-filling the reduction on this BA-7 by utilizing \$5.5 M of additional SGR revenues from GEMS recommendations and \$5.5 M of undesignated TTF as offset to the proposed reduction, this BA-7 does not execute those actions. If the revenue components are realized, a separate action by the legislature will be required to appropriate those funds back to the Capital Outlay appropriation.

NOTE 2: DOTD is unable to provide a list of any projects within the current capital outlay appropriation that will be impacted by this BA-7. The department states its intent will be to cash flow all projects currently included in the Highway Priority Program, which may result in a delay of the project or reduction of cash available for future Capital Outlay appropriations unless the revenues are back-filled as detailed above.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request may have an impact on future fiscal years if the plan to back-fill some of these reductions is not executed within the current fiscal year. In that case, projects within the Highway Priority Program will be completed by cashflowing those projects future appropriations which would in turn reduce the funding available for future projects in the program.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request. These funds may not be available until FY16.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Agriculture & Forestry

AGENDA NO.: 1

AGENCY: Agriculture & Forestry

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Management & Finance	\$0	0
Interagency Transfers:	\$0	Marketing	\$0	0
Self-Generated Revenue:	\$0	Agricultural & Environmental Sciences	\$0	0
Statutory Dedications:	\$0	Animal Health & Food Safety Services	\$0	0
Federal Funds:	\$0	Agro-Consumer Services	\$0	0
		Forestry	\$0	0
Total	<u>\$0</u>	Total	<u>\$0</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to transfer \$1,456,929 from the Boll Weevil Fund to the Horticulture & Quarantine Fund within the Department of Agriculture & Forestry. This request transfers budget authority between funds and has no net effect on the bottom-line appropriation to the department. The department has amended rules and regulations to establish and collect a "maintenance inspection fee" under R.S. 3:1655 and eliminated the boll weevil eradication "assessment" authorized under R.S. 3:1615. The fee will replace and be in lieu of the assessment, but the amount will remain unchanged at \$6 per acre. All fees that fall under R.S. 3:1655 must be deposited into the Horticulture & Quarantine Fund.

In October 2013, the LA Supreme Court ruled in Krielow v. LA Department of Agriculture & Forestry that statutes allowing rice producers to levy an assessment on themselves was unconstitutional. After this ruling, the Department of Agriculture & Forestry questioned the constitutionality of the boll weevil assessment and adopted rules in August 2014 to eliminate the boll weevil eradication assessment and instituted the new maintenance inspection fee. This BA-7 moves fees collected per R.S. 3:1655 from the Boll Weevil Eradication Fund to the Horticulture & Quarantine Fund because they were not properly budgeted during the 2014 Legislative Session.

II. IMPACT ON FUTURE FISCAL YEARS

The \$6 per acre boll weevil eradication assessment that previously went into the Boll Weevil Eradication Fund in prior fiscal years will now be collected as a "maintenance inspection fee" and will be budgeted and deposited into the Horticulture & Quarantine Fund in FY 16 and thereafter.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

DEPARTMENT: Public Safety

AGENDA NO.: 2

AGENCY: State Police

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Traffic Enforcement	\$0	0
Interagency Transfers:	\$0	Criminal Investigation	\$0	0
Self-Generated Revenue:	(\$14,631,738)	Operational Support	\$0	0
Statutory Dedications:	\$14,631,738	Gaming Enforcement	\$0	0
Federal Funds:	\$0	Auxiliary Account	\$0	0
Total	<u>\$0</u>	Total	<u>\$0</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated funding from the Insurance Verification System Fund in the amount of \$14,631,738 and decrease SGR by a like amount. The Insurance Verification System Fund was created as a result of Act 641 of 2014. The Act provides for the creation of a real-time automotive liability insurance information database as well as increasing the fees for motorists that operate a vehicle without automotive liability insurance. In addition, the Act created the Insurance Verification System Fund that will receive the increased penalty amounts and will fund the Office of Motor Vehicles (OMV) real-time database, the State Police pay raise, sheriff's housing for parole violators, additional assistant district attorneys, and other public safety and law enforcement purposes.

During the 2014 Legislative Session, an amendment contingent upon the enactment of Act 641 was added to HB 1 that increased SGR authority within the Office of State Police by \$18 M. This amendment was to allow for pay raises for state police as a result of a new pay grid that was approved by the State Police Commission in January 2014. A total of \$14.6 M will be required to fund the pay increase for the remainder of FY 15. The increases would affect a total of 1,009 troopers. There are 1,014 total troopers but the ranks above Major are not eligible for the increase. The increases for salaries and related benefits for each program are detailed below:

Program	Salaries	Related Benefits	Total	No. of Eligible Troopers
Traffic Enforcement	\$5,638,701	\$4,033,170	\$9,671,871	702
Criminal Investigation	\$1,299,546	\$929,522	\$2,229,068	135
Operational Support	\$775,020	\$554,345	\$1,329,365	85
Gaming Enforcement	<u>\$817,036</u>	<u>\$584,398</u>	<u>\$1,401,434</u>	<u>87</u>
Total	\$8,530,303	\$6,101,435	\$14,631,738	1,009

Insurance Verification System Fund Collections

According to the Treasury, the Insurance System Verification Fund has collected \$14,327,809 as of 1/15/2015. On average the fund is collecting \$2.2 M per month. At this rate the fund would collect \$26.5 M for FY 15. This amount would cover the \$15.8 M (\$14.6 M pay raises + \$1.2 M real-time database) needed for FY 15. Based on the historical average of fees paid, the months of February and March account for 17.2% and 12.7% of total collections, and the other 10 months account for 70% of collections. To the extent collections follow the historical trend, the fund would collect \$35.7 M in FY 15 according to the department. The fund currently has \$1,181,921 budgeted, which is to be used for the creation of the real-time insurance database. The FY 15 Mid-Year Deficit Elimination Plan approved at the December 2014 JLCB meeting includes \$15 M in anticipated funds available from the Insurance Verification Fund. To the extent this resource was not part of the FY 15 deficit reduction plan, the fund would likely have sufficient resources to fund the pay raise over an extended period of time.

NOTE: The DOA noted that the \$15 M is additional revenue in excess of the amount needed for the state trooper pay grid increase. The monies in the fund are contingent upon recognition by the Revenue Estimating Conference.

Self-Generated Revenue Collections

The original penalty amounts for not having automotive liability insurance are still collected as SGR by OMV. Based on the first 6 months of collections since the increase in penalties went into effect, SGR collections are lower than the first 6 months of

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

the previous 3 years. The total average collections for the first 6 months of 3 previous years was \$11.7 M. The total collections for July through December of FY 15 is \$8.3 M, a difference of \$3.4 M. On average \$560,000 less per month is being collected. Based on information received from the department, the number of notices sent for cancellation of insurance has not decreased and is above the historical average. As a result of the receipt of this information, collections appear to be down as a result of fines not being paid timely. According to the department, collections during the 3rd quarter are expected to be higher than the historical monthly average. The months of February and March historically have accounted for 30% of annual collections as mentioned above.

Note on Retirement

Beginning in FY 16, the salary increase alone will cost \$21 M which will result in payroll increasing from the FY 16 payroll estimate of \$55 M to \$76 M. With the FY 16 contribution rate of 66.7%, this increase would result in \$14 M more in employer contributions. The total increase for salaries and related benefits in FY 16 would be \$35 M (\$21 M salary increase + \$14 M benefits increase). Additionally, the legislative actuary states the contribution rate will increase from 66.7% to 72% due to the pay raise. This increase in the employer contribution rate will add \$4 M in costs, which equates to an employer contribution increase of \$18 M. This would result in a total FY 16 increase of \$39 M (\$21 M salary + \$14 M employer contribution + \$4 M additional employer contribution). Furthermore, the unfunded accrued liability (UAL) for the State Police Retirement System would increase by \$140 M based on analysis by the legislative actuary. It should be noted that the analysis was based solely on the pay increase and does not include other assumptions that may affect the calculations.

The increase in employer contributions is solely based on the pay raise and may be subject to change once other assumptions are factored in. Certain assumptions that will effect the employer contribution are as follows:

- 1.) Employer contribution variance as a result of the FY 15 rate currently being less than the PERSAC approved rate of 75%.
- 2.) The addition of new cadet classes in FY 14 and FY 15 along with the potential for additional classes in the out years.
- 3.) Investment gains that have not been recognized as part of the smoothing process.
- 4.) The behavior of troopers near retirement that may delay retirement to increase final average compensation.
- 5.) Benefits not being paid for up to 3 years as troopers remain employed.
- 6.) Investment returns.

The full impact of the pay raise will not be known until the next system valuation is complete. This valuation will take into account the assumptions listed above and additional assumptions the system accounts for.

II. IMPACT ON FUTURE FISCAL YEARS

The FY 15 increase is for less than half of the remaining fiscal year. Beginning in FY 16 the annual cost will be approximately \$34.5 M. To the extent the same number of state troopers remain in the same positions in the future years, the pay grid allows for a 3% increase for each year of service completed. The figures below include the 3% annual salary increase.

Fiscal Year	FY 16	FY 17	FY 18	FY 19	FY 20
Salaries & Related Benefits	\$34,584,102	\$35,621,625	\$36,690,274	\$37,790,982	\$38,924,711

NOTE: The amounts above may fluctuate based on the number troopers employed, promotions and completion of certain training. To the extent the fund does not receive enough collections to cover the increased costs of pay raises, an additional funding source will be needed to cover the pay raise increases in future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends disapproval of this BA-7 request. At this time the LFO cannot determine if the fund will receive sufficient revenue to continue funding the pay raise in the current and subsequent fiscal years. To the extent collections do not increase as expected, the fund may not be able to sustain the proposed pay raise increase in future fiscal years. However, based on analysis of current collections, a lower percentage raise would be sustainable in the current and subsequent fiscal years.

It should be noted that to the extent the \$15 M mentioned above was not part of the FY 15 deficit reduction plan, the fund would likely have sufficient resources to fund the pay raise.

To the extent Act 641 is successful in decreasing the number of motorists operating a vehicle without automotive liability insurance, collections into the Insurance Verification System Fund will decrease. In the event collections decrease to an amount lower than the cost of the annual salary increase, then the Office of State Police will require another funding

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB

mechanism or require additional state resources.

January 16, 2015

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB**

DEPARTMENT: Public Safety

AGENDA NO.: 2

AGENCY: State Police

ANALYST: Matthew LaBruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Traffic Enforcement	\$0	0
Interagency Transfers:	\$0	Criminal Investigation	\$0	0
Self-Generated Revenue:	(\$10,153,846)	Operational Support	\$0	0
Statutory Dedications:	\$10,153,846	Gaming Enforcement	\$0	0
Federal Funds:	\$0	Auxiliary Account	\$0	0
Total	<u>\$0</u>	Total	<u>\$0</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated funding from the Insurance Verification System Fund in the amount of \$10,153,846 and decrease SGR by a like amount. The Insurance Verification System Fund was created as a result of Act 641 of 2014. The Act provides for the creation of a real-time automotive liability insurance information database as well as increasing the fees for motorists that operate a vehicle without automotive liability insurance. In addition, the Act created the Insurance Verification System Fund that will receive the increased penalty amounts and will fund the Office of Motor Vehicles (OMV) real-time database, the State Police pay raise, sheriff's housing for parole violators, additional assistant district attorneys, and other public safety and law enforcement purposes.

During the 2014 Legislative Session, an amendment contingent upon the enactment of Act 641 was added to HB 1 that increased SGR authority within the Office of State Police by \$18 M. This amendment was to allow for pay raises for state police as a result of a new pay grid that was approved by the State Police Commission in January 2014. A total of \$10.2 M will be required to fund the pay increase for the remainder of FY 15. The increases would affect a total of 1,009 troopers. There are 1,014 total troopers but the ranks above Major are not eligible for the increase. The increases for salaries and related benefits for each program are detailed below:

Program	Salaries	Related Benefits	Total	No. of Eligible Troopers
Traffic Enforcement	\$3,913,035	\$2,798,860	\$6,711,895	702
Criminal Investigation	\$901,834	\$645,051	\$1,546,885	135
Operational Support	\$537,833	\$384,693	\$922,526	85
Gaming Enforcement	<u>\$566,991</u>	<u>\$405,549</u>	<u>\$972,540</u>	<u>87</u>
Total	\$5,919,693	\$4,234,153	\$10,153,846	1,009

Insurance Verification System Fund Collections

According to the Treasury, the Insurance System Verification Fund has collected \$14,327,809 as of 1/15/2015. On average the fund is collecting \$2.2 M per month. At this rate the fund would collect \$26.5 M for FY 15. This amount would cover the \$11.4 M (\$10.2 M pay raises + \$1.2 M real-time database) needed for FY 15. Based on the historical average of fees paid, the months of February and March account for 17.2% and 12.7% of total collections, and the other 10 months account for 70% of collections. To the extent collections follow the historical trend, the fund would collect \$35.7 M in FY 15 according to the department. The fund currently has \$1,181,921 budgeted, which is to be used for the creation of the real-time insurance database. The FY 15 Mid-Year Deficit Elimination Plan approved at the December 2014 JLCB meeting includes \$15 M in anticipated funds available from the Insurance Verification Fund. To the extent this resource was not part of the FY 15 deficit reduction plan, the fund would likely have sufficient resources to fund the pay raise over an extended period of time.

NOTE: The DOA noted that the \$15 M is additional revenue in excess of the amount needed for the state trooper pay grid increase. The monies in the fund are contingent upon recognition by the Revenue Estimating Conference.

Self-Generated Revenue Collections

The original penalty amounts for not having automotive liability insurance are still collected as SGR by OMV. Based on the first 6 months of collections since the increase in penalties went into effect, SGR collections are lower than the first 6 months of

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ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB

the previous 3 years. The total average collections for the first 6 months of 3 previous years was \$11.7 M. The total collections for July through December of FY 15 is \$8.3 M, a difference of \$3.4 M. On average \$560,000 less per month is being collected. Based on information received from the department, the number of notices sent for cancellation of insurance has not decreased and is above the historical average. As a result of the receipt of this information, collections appear to be down as a result of fines not being paid timely. According to the department, collections during the 3rd quarter are expected to be higher than the historical monthly average. The months of February and March historically have accounted for 30% of annual collections as mentioned above.

Note on Retirement

Beginning in FY 16, the salary increase alone will cost \$21 M which will result in payroll increasing from the FY 16 payroll estimate of \$55 M to \$76 M. With the FY 16 contribution rate of 66.7%, this increase would result in \$14 M more in employer contributions. The total increase for salaries and related benefits in FY 16 would be \$24 M (\$14 M salary increase + \$10 M benefits increase). Additionally, the legislative actuary states the contribution rate will increase from 66.7% to 72% due to the pay raise. This increase in the employer contribution rate will add \$4 M in costs, which equates to an employer contribution increase of \$18 M. This would result in a total FY 16 increase of \$28 M (\$14 M salary + \$10 M employer contribution + \$4 M additional employer contribution). Furthermore, the unfunded accrued liability (UAL) for the State Police Retirement System would increase by \$140 M based on analysis by the legislative actuary. It should be noted that the analysis was based solely on the pay increase and does not include other assumptions that may affect the calculations.

The increase in employer contributions is solely based on the pay raise and may be subject to change once other assumptions are factored in. Certain assumptions that will effect the employer contribution are as follows:

- 1.) Employer contribution variance as a result of the FY 15 rate currently being less than the PERSAC approved rate of 75%.
- 2.) The addition of new cadet classes in FY 14 and FY 15 along with the potential for additional classes in the out years.
- 3.) Investment gains that have not been recognized as part of the smoothing process.
- 4.) The behavior of troopers near retirement that may delay retirement to increase final average compensation.
- 5.) Benefits not being paid for up to 3 years as troopers remain employed.
- 6.) Investment returns.

The full impact of the pay raise will not be known until the next system valuation is complete. This valuation will take into account the assumptions listed above and additional assumptions the system accounts for.

II. IMPACT ON FUTURE FISCAL YEARS

The FY 15 increase is for less than half of the remaining fiscal year. Beginning in FY 16 the annual cost will be approximately \$24 M. To the extent the same number of state troopers remain in the same positions in the future years, the pay grid allows for a 3% increase for each year of service completed. The figures below include the 3% annual salary increase.

Fiscal Year	FY 16	FY 17	FY 18	FY 19	FY 20
Salaries & Related Benefits	\$24,000,000	\$24,720,000	\$25,461,600	\$26,225,448	\$27,012,211

NOTE: The amounts above may fluctuate based on the number troopers employed, promotions and completion of certain training. To the extent the fund does not receive enough collections to cover the increased costs of pay raises, an additional funding source will be needed to cover the pay raise increases in future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

It should be noted that to the extent collections do not increase as expected, the fund may not be able to sustain the proposed pay raise increase in future fiscal years. However, based on analysis of current collections, a lower percentage raise would be sustainable in the current and subsequent fiscal years.

It should be noted that to the extent the \$15 M mentioned above was not part of the FY 15 deficit reduction plan, the fund would likely have sufficient resources to fund the pay raise.

To the extent Act 641 is successful in decreasing the number of motorists operating a vehicle without automotive liability insurance, collections into the Insurance Verification System Fund will decrease. In the event collections decrease to an amount lower than the cost of the annual salary increase, then the Office of State Police will require another funding

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB

mechanism or require additional state resources.

January 16, 2015

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Natural Resources

AGENDA NO.: 1

AGENCY: Office of Secretary

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Executive	\$3,805,119	0
Interagency Transfers:	\$0	Management & Finance	\$0	0
Self-Generated Revenue:	\$0	Technology Assessment	\$0	0
Statutory Dedications:	\$3,805,119	Atchafalaya Basin	\$0	0
Federal Funds:	\$0	Auxiliary Account	\$0	0
Total	<u>\$3,805,119</u>	Total	<u>\$3,805,119</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to allow the Oilfield Site Restoration Fund (OSR) to plug at least an additional 23 orphaned wells and provide additional resources for plugging current orphaned well projects in FY 15 and beyond. The OSR is a statutory dedicated fund designed to plug oil and gas wells from leaking after they have been orphaned to prevent any leaks or contamination of areas surrounding the well. Orphaned wells are assigned different priority levels based upon the threat they pose to a surrounding population or ecosystem. High-priority wells are found near/under bodies of water, near populated areas, wells that are leaking, or that have structurally deteriorated so severely that their need to be plugged or removed is deemed immediate. It is funded by a flat-fee on oil and gas production in LA which is paid to the Fund quarterly.

Because of a contractual delay for a project in Vermillion Parish at the end of FY 14, the OSR had to spend \$2.8 M from the Emergencies, Change Orders, & Future Projects portion of their budget to pay for the project in FY 15 (July 2014). The project was initially expected to begin at the end of FY 14. A delay associated with obtaining a performance bond prevented the initiation of the project. These project funds were not eligible to be carried forward into FY 15 via the carry forward BA-7 process. This severely reduced the FY 15 Emergencies, Change Orders, & Future projects budget, which was created to cover expenses for any planned pluggings that will require more funding than initially estimated or any emergency pluggings that arise unexpectedly.

Additionally, OSR has been plugging more high-priority wells, which have higher costs than normal pluggings, creating a higher than anticipated burden on the budget. At the end of the first quarter of FY 15, 30 wells have been plugged, 19 of which were deemed high-priority. Should this BA-7 be approved, the unappropriated fund balance for the Oilfield Site Restoration Fund will be \$1.8 M after FY 15 collections are realized.

Note: An orphaned well is a term used to describe wells that no longer have a responsible party to manage or keep the well compliant with the environmental and safety standards put in place by the Office of Conservation. An orphaned well is different than a capped well, because capped wells still have a responsible party to maintain the wells, even though the wells are not currently in service. Orphaned wells can be reopened at a later date if a new party purchases the well and keeps it maintained.

The table below displays the Total Funding Request for this BA-7.

Project Field	Total Funding Requested
LeLux & Perry Point	\$939,992
Various Fields, Desoto Parish	\$102,810
East Cameron Block 17	\$175,000
Napoleonville	\$8,000
Wildcat	\$240,000
Emergencies, Change Orders, & Future Projects	<u>\$2,339,317</u>
Total	<u>\$3,805,119</u>

November 21, 2014

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

The LeLux & Perry Point project requests \$939,992 to plug 6 wells (1 high-priority).

The Desoto and surrounding Parishes project contracted for \$313,377 to plug 13 wells. A total of \$102,810 is needed for the remainder of the project. (5 high-priority wells)

The East Cameron project was contracted for \$974,000 to plug 2 wells and remove one platform. A total of \$175,000 is needed for the remainder of the project.

The Napoleonville project requests \$8,000 to plug a bubbling well in a cane field. (high-priority)

The Wildcat project (Red River Parish) requests \$240,000 to plug a leaking well in a livestock pasture. (high-priority)

OSR requests \$2,339,317 in order to provide funding for emergencies and future projects that are currently unknown.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Transportation & Development

AGENDA NO.: 2

AGENCY: Engineering & Operations

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Aviation	\$0	0
Interagency Transfers:	\$0	Bridge Trust	\$0	0
Self-Generated Revenue:	\$0	Planning & Programming	\$0	0
Statutory Dedications:	\$680,881	Operations	\$680,881	0
Federal Funds:	\$0	Marine Trust	\$0	0
		Engineering	\$0	0
Total	<u>\$680,881</u>	Total	<u>\$680,881</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to appropriate funds to provide for the operational and maintenance costs of the New Orleans ferries formerly operated by the Crescent City Connection Division. Act 247 of 2013 created the Geaux Pass Transition Fund (GPTF) and stipulated that previously unclaimed monies in Geaux Pass accounts should be deposited into the fund on 6/30/2014, once the State Treasurer had made reasonable efforts to refund any monies on deposit to the Geaux Pass account owner.

Act 247 stipulated that 30% of the monies in the GPTF as of 6/30/2014, shall be appropriated to DOTD for the operational and maintenance costs of the New Orleans ferries. The balance of the GPTF is to be appropriated to the New Orleans Regional Planning Commission (RPC) to provide for lighting of the east and west approaches to the Crescent City Connection Bridge, improvements to ingress and egress points, lighting, maintenance, grass cutting and landscaping. DOTD requests appropriation of the ferry portion at the current time in FY 15, while the balance of funds to be sent to the Planning Commission are included in DOTD's budget request for FY 16.

The remaining balance in the GPTF on 6/30/2014, was \$2,269,605.85. This BA-7 seeks to appropriate 30%, or \$680,881, to the department to provide for the operational and maintenance costs of the New Orleans ferries.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

The balance of monies available in the GPTF for appropriation to the RPC in FY 16 will be approximately \$1.6 M and is included in DOTD's FY 16 budget request document.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB**

DEPARTMENT: Education

AGENDA NO.: 3

AGENCY: Recovery School District

ANALYST: Jodi Mauroner

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	RSD-Instructional	\$0	0
Interagency Transfers:	\$27,555,745	RSD-Construction	\$27,555,745	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$27,555,745</u>	Total	<u>\$27,555,745</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to budget \$27,555,745 in Interagency Transfers from the Governor' Office of Homeland Security & Emergency Preparedness. The source of funding is federal FEMA funding. The funds will be used in accordance with the RSD School Facilities Master Plan for Orleans Parish (revised Oct. 2011) for the construction and refurbishment of 11 schools.

Three projects totaling \$9,800,848 are construction of new elementary schools; projected start dates are in March and April of 2015 and are expected to be completed between January and April of 2017.

<u>School</u>	<u>BA-7 Funding Request</u>	<u>Projected Construction Start</u>	<u>Projected Completion</u>
R. Abrams	\$2,958,338	4/11/2015	4/09/2017
A. Alexander	\$ 630,000	3/30/2015	4/09/2017
E. Morial	\$6,212,510	3/02/2015	1/04/2017

Eight projects totaling \$17,754,897 are elementary schools that are being refurbished including renovations to structures, windows, doors, masonry walls and roofs. In some cases window renovations are scheduled to coincide with summer break to avoid student disruptions. The RSD projects that Jackson, Rosenwald and McDonogh 28 will be completed in FY 16 and the remaining projects in FY 17.

<u>School</u>	<u>BA-7 Funding Request</u>	<u>Projected Construction Start</u>	<u>Projected Completion</u>
A.L. Bauduit *	\$1,760,399	9/26/2015	11/25/2016
A. Jackson	\$2,300,650	3/23/2015	2/27/2016
Gaudet *	\$ 757,729	12/14/2015	11/09/2016
J. Rosenwald	\$1,368,242	4/09/2015	11/06/2015
Lafayette	\$3,951,832	4/11/2015	11/07/2016
Laurel *	\$2,549,785	9/26/2015	11/25/2016
Live Oak	\$2,600,245	4/11/2015	10/10/2016
McDonogh 28	\$2,466,016	3/23/2015	2/17/2016

* These 3 projects are still pending FEMA approval and the RSD has indicated the projected construction start dates have been rescheduled to FY 16 due to the approval delay. LFO recommends reducing the request by \$5,067,912 for these 3 projects.

Of the remaining projects, anticipated FEMA reimbursement dates have been adjusted resulting in a revised funding request as reflected below. The LFO recommends reducing funding for these projects by \$4,457,012.

<u>School</u>	<u>Revised Funding Request</u>	<u>Difference</u>
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November 21, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Original: Not approved by JLCB**

A. Jackson	\$1,533,768	(\$ 766,882)
Lafayette	\$2,239,371	(\$1,712,461)
Live Oak	\$1,444,580	(\$1,155,665)
McDonogh 28	\$1,644,012	(\$ 822,004)

Due to the delays in the FEMA approval process, the LFO recommends reducing the total amount of this BA-7 by \$9,524,924 to \$18,030,821.

II. IMPACT ON FUTURE FISCAL YEARS

Funding for projects which have been reduced in this BA-7 will likely be included in the RSD operating budgets for FY 16 and thereafter.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 in the reduced amount of \$18,030,821 due to delays in the FEMA approval process and ensuing rescheduled construction dates for the various projects.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB**

DEPARTMENT: Education

AGENDA NO.: 3

AGENCY: Recovery School District

ANALYST: Jodi Mauroner

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	RSD-Instructional	\$0	0
Interagency Transfers:	\$18,030,821	RSD-Construction	\$18,030,821	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$18,030,821</u>	Total	<u>\$18,030,821</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to budget \$27,555,745 in Interagency Transfers from the Governor' Office of Homeland Security & Emergency Preparedness. The source of funding is federal FEMA funding. The funds will be used in accordance with the RSD School Facilities Master Plan for Orleans Parish (revised Oct. 2011) for the construction and refurbishment of eleven schools.

Three projects totaling \$9,800,848 are construction of new elementary schools; projected start dates are in March and April of 2015 and are expected to be completed between January and April of 2017.

<u>School</u>	<u>BA-7 Funding Request</u>	<u>Projected Construction Start</u>	<u>Projected Completion</u>
R. Abrams	\$2,958,338	4/11/2015	4/09/2017
A. Alexander	\$ 630,000	3/30/2015	4/09/2017
E. Morial	\$6,212,510	3/02/2015	1/04/2017

Eight projects totaling \$17,754,897 are elementary schools that are being refurbished including renovations to structures, windows, doors, masonry walls and roofs. In some cases window renovations are scheduled to coincide with summer break to avoid student disruptions. The RSD projects that Jackson, Rosenwald and McDonogh 28 will be completed in FY 16 and the remaining projects in FY 17.

<u>School</u>	<u>BA-7 Funding Request</u>	<u>Projected Construction Start</u>	<u>Projected Completion</u>
A.L. Bauduit *	\$1,760,399	9/26/2015	11/25/2016
A. Jackson	\$2,300,650	3/23/2015	2/27/2016
Gaudet *	\$ 757,729	12/14/2015	11/09/2016
J. Rosenwald	\$1,368,242	4/09/2015	11/06/2015
Lafayette	\$3,951,832	4/11/2015	11/07/2016
Laurel *	\$2,549,785	9/26/2015	11/25/2016
Live Oak	\$2,600,245	4/11/2015	10/10/2016
McDonogh 28	\$2,466,016	3/23/2015	2/17/2016

* These 3 projects are still pending FEMA approval and the RSD has indicated the projected construction start dates have been rescheduled to FY16 due to the approval delay. LFO recommends reducing the request by \$5,067,912 for these 3 projects.

Of the remaining projects, anticipated FEMA reimbursement dates have been adjusted resulting in a revised funding request as reflected below. The LFO recommends reducing funding for these projects by \$4,457,012.

<u>School</u>	<u>Revised Funding Request</u>	<u>Difference</u>
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November 21, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Amended: Approved by JLCB**

A. Jackson	\$1,533,768	(\$ 766,882)
Lafayette	\$2,239,371	(\$1,712,461)
Live Oak	\$1,444,580	(\$1,155,665)
McDonogh 28	\$1,644,012	(\$ 822,004)

Due to the delays in the FEMA approval process, the LFO recommends reducing the total amount of this BA-7 by \$9,524,924 to \$18,030,821.

II. IMPACT ON FUTURE FISCAL YEARS

Funding for projects which have been reduced in this BA-7 will likely be included in the RSD operating budgets for FY 16 and thereafter.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 in the reduced amount of \$18,030,821 due to delays in the FEMA approval process and ensuing rescheduled construction dates for the various projects.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Wildlife & Fisheries

AGENDA NO.: 4

AGENCY: Office of Secretary

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$0	Enforcement	\$1,921,647	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$480,408			
Federal Funds:	\$1,441,239			
Total	<u>\$1,921,647</u>	Total	<u>\$1,921,647</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to budget \$480,408 of Statutory Dedicated funds and \$1,441,239 in federal grants for the LDWF Law Enforcement Division from the Port Security Grant Program of the Department of Homeland Security/FEMA. This program was created to improve the security of major ports within the United States to prevent potential terrorist attacks. As the only state-level agency with maritime security capabilities, LDWF is eligible to receive these funds. The federal funding requires a 25% match in state funding, which will be provided from the statutorily dedicated Conservation Fund. The grants will provide funding to purchase 4 rigid hull inflatable boats and 1 cabin patrol vessel, all equipped with radiation detection, surveillance, and emergency equipment to improve maritime security and hazards response capability. The LDWF Enforcement Division will assign the rigid hull inflatable boats to the Ports of Shreveport, Monroe, Baton Rouge, and New Orleans. The additional \$24,360 for the Port of Baton Rouge is to purchase 7 night vision monoculars and monocular helmet mounts. The cabin patrol vessel assigned to the Port of Plaquemines is considerably larger than the boats assigned to the other ports which accounts for the \$229,232 difference in funding.

Funding will be dispersed as follows:

<u>Port</u>	<u>Amount</u>
Shreveport	\$333,611
Monroe	\$333,611
Baton Rouge	\$357,971
New Orleans	\$333,611
Plaquemines	<u>\$562,843</u>
Total	<u>\$1,921,647</u>

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no significant impact on future fiscal years. There is no anticipated increase in maintenance and supply costs as the new equipment will replace the vessels currently being used and the existing maintenance budget will be utilized to maintain these vessels.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Wildlife & Fisheries

AGENDA NO.: 5

AGENCY: Office of Wildlife

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Wildlife	\$335,170	6
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$335,170			
Federal Funds:	\$0			
Total	<u>\$335,170</u>	Total	<u>\$335,170</u>	<u>6</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to budget additional funding for the Rockefeller Wildlife Refuge & Game Preserve which will be provided by the Rockefeller Wildlife Refuge & Game Preserve Fund. The increase in funding will be used to pay \$214,730 for salaries and \$120,440 in related benefits for 6 additional biologist positions. These biologists will study the activities of the local wildlife, the migration patterns of migratory waterfowl, marsh creation and shoreline protection, and the potential impacts of coastal erosion on local wildlife. Per the deed of donation associated with this property, the LA Department of Wildlife & Fisheries (LDWF) must meet the needs of the refuge with adequate staffing levels and prompt completion of repair and improvement projects or the property can be turned over to the U.S. Fish & Wildlife Service. The requested increase in biologists was made after the Refuge recently completed its quadrennial audit by the Rockefeller Foundation which recommended hiring more biologists (6-10) to assist current biologists with their observations and data collection. If the Rockefeller refuge reverts to federal control, the state will lose access to 76,000 acres of marshland that have been used to rehabilitate the population of endangered species and study the effects of coastal erosion on local wildlife. In addition, the State will lose the funding source of the Rockefeller Wildlife Refuge Trust & Protection Fund, which allows for 1/4 of funds derived from royalties from mineral leases within the Refuge to be deposited into the trust for other LDWF purposes.

The Refuge is currently operating with 16 FTEs. It has historically operated with 34 FTEs on site. Currently, there are 5 biologists on site at the Refuge, but approval of this BA-7 will raise the number of biologists on site to 11. The positions were eliminated in the wake of hurricanes Katrina and Rita when the living quarters for employees in the area were destroyed. Now that the living quarters have been rebuilt, the agency can add additional staff.

II. IMPACT ON FUTURE FISCAL YEARS

If this BA-7 is approved, the salary and benefits of the 6 biologists will be annualized from the Rockefeller Wildlife Refuge & Game Preserve Fund in future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Other Requirements

AGENDA NO.: 1

AGENCY: LED Debt Service / State Commitments

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	LED Debt Service	\$20,000,001	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$20,000,001			
Federal Funds:	\$0			
Total	<u>\$20,000,001</u>	Total	<u>\$20,000,001</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated funds from the Rapid Response Fund by \$20 M for \$11.2 M in existing state economic development commitments and \$8.8 M in economic development commitments from new projects. The Funds bill (Act 646 of 2014) transferred \$20 M from the Mega-Project Development Fund to the Rapid Response Fund. However, the Revenue Estimating Conference did not recognize the \$20 M from the Mega-Project Development Fund being transferred to the Rapid Response Fund until 6/2/2014 which was too late to appropriate the \$20 M to the Rapid Response Fund during the legislative session. This BA-7 appropriates this \$20 M to the Rapid Response Fund.

Statewide economic development commitments funded from the Rapid Response Fund exceed the current year appropriation from the fund by \$11.2 M. Failing to appropriate these funds will result in the department's inability to meet its contractual obligations to fund these ongoing projects. This BA-7 brings overall funding from the Rapid Response Fund from \$23.3 M currently budgeted to \$34.5 M (\$11.2 M increase). The Department of Economic Development will utilize the remaining \$8.8 M requested in this BA-7 for confidential pending projects which are anticipated to be announced later in the fiscal year. The current unobligated Treasury balance in the Rapid Response Fund is approximately \$20.6 M, of which \$20 M is being requested with this BA-7.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Health & Hospitals

AGENDA NO.: 2

AGENCY: Behavioral Health

ANALYST: Alan M. Boxberger

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administration & Support	\$0	0
Interagency Transfers:	\$0	Behavioral Health Community	\$499,351	0
Self-Generated Revenue:	\$0	Hospital Based Treatment	\$0	0
Statutory Dedications:	\$0	Auxiliary Account	\$0	0
Federal Funds:	\$499,351			
Total	<u>\$499,351</u>	Total	<u>\$499,351</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase Federal expenditure authority in the amount of \$499,351 in FY 15 in association with the Cooperative Agreements to Benefit Homeless Individuals (CABHI) federal grant. The CABHI grant begins 9/30/2014 and continues through 9/29/2016. The funds are intended to provide supplemental funding to the Louisiana Chronic Homelessness Assistance and Treatment Services (LaCHATS) project and was awarded by the Substance Abuse and Mental Health Services Administration pursuant to the authority of Section 520A of the Public Health Service (PHS) Act. Approval will expand the services available to provide treatment and supportive services to homeless veterans with substance use disorders and/or mental illness as well as chronically homeless individuals with serious mental illness or co-occurring disorders. There is no state match requirement associated with the grant. The additional funding will facilitate providing services to an additional 73 individuals in Federal FY15 (see NOTE below).

The Federal funds will provide for expenditures in the Other Charges expenditure category as follows:

Project Coordinator Salary	\$ 12,267	
Related Benefits	\$ 6,050	
Travel	\$ 3,425	
Supplies	\$ 2,957	
Professional Services	<u>\$474,652</u>	(CABHI Providers - Licensed Mental Health Providers)
	\$499,351	

NOTE: LaCHATS is an existing state project providing substance use disorder treatment and/or co-occurring disorder treatment, case management, peer support services, and other support services to persons experiencing chronic homelessness in three areas of the state that have the largest concentration of these individuals (Greater New Orleans, Greater Baton Rouge, and Northwest LA/Shreveport). The goal of the LaCHATS project is to reduce homelessness within the target population by increasing access to permanent housing, engagement and retention in treatment for substance abuse or co-occurring disorders, and access to supportive services to maintain permanent housing and access to mainstream resources. Billing for services is done on a fee for service basis. LaCHAT has served approximately 45 people to date through the existing CABHI grant and will serve up to approximately 312 individuals over the three-year grant period. The existing grant totaled \$711,818 per year for 3 years beginning 9/30/2013 through 9/29/2016. The supplemental grant will total \$499,351 per year for up to 2 years and will serve up to approximately 149 individuals over the two-year grant period. Approval of this BA-7 will increase this grant activity to \$1,211,169 in FY 15.

II. IMPACT ON FUTURE FISCAL YEARS

This supplemental grant can be extended for an additional year. Assuming successful execution of the grant project and extension, the extension will require an appropriation of an additional \$499,351 in the subsequent fiscal year.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

October 17, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Executive

AGENDA NO.: 3

AGENCY: LA Public Defender Board

ANALYST: Zachary Rau

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	LA Public Defender Board	\$17,050	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$17,050			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$17,050</u>	Total	<u>\$17,050</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase the LA Public Defender Board's (LPDB) self-generated revenues by \$17,050. The original source of funds is a grant award from the Casey Family Programs (CFP) for the purpose of reducing the number of youths in foster care. The term of the grant is from 9/15/2014 to 12/31/2014. There is no state match required, and CFP will reimburse LPDB for all expenses under the grant on a monthly basis. LPDB currently works as advocates for parents who have had their children placed in foster care through the use of parents' attorneys, social workers, and parental advocates to reunite fostered children with their parents. LPDB works in conjunction with DCFS Field Services, who advocates on behalf of foster children.

LPDB has 3 goals related to this grant. The first goal is to enhance its services in the advocacy of parents of children in foster care in the 24th Judicial District Court (Jefferson Parish) by engaging and overseeing a Licensed Clinical Social Worker (LCSW) to ensure that parents mitigate the factors that placed their children in danger, aid in planning with parents to take on permanent care of their children, and coordinate case management and services with DCFS to avoid duplication of services and undue conflict. The second goal is to work with CFP, DCFS, and Court Improvement Coordinator to provide training to public defender attorneys and the LCSW related to using the team model of a social worker, parent advocate, and attorney to provide support to parents. Lastly, LPDB will hold a meeting with CFP representatives, DCFS representatives, LCSW, and Jefferson Parish's lead Public Defender to establish procedures for coordination and problem resolution concerning mutual work on behalf of parents. LPDB will submit a final report summarizing project activities to CFP.

Expenditures will be made in the professional services expenditures category and will entail two contractors. The first contractor is a part-time social worker for a 10-week term, and the second is the Center for Family Representation for training to take place in early December. The services will focus on the 24th Judicial District Court (Jefferson Parish). The estimated total of the 2 contracts is \$14,800. In addition to the two contracts, CFP will also reimburse LPDB for expenses up to \$2,250 for contractor travel per LA state travel regulations, resulting in total expenditures of \$17,050.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 4a

AGENCY: Management & Finance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Support Services	\$73,255	1
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$73,255			
Federal Funds:	\$0			
Total	<u>\$73,255</u>	Total	<u>\$73,255</u>	<u>1</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to transfer one position and related funding from the Office of the Secretary to the Office of Management & Finance. The source of funding for the BA-7 is statutorily dedicated funds from the Environmental Trust Fund. The Office of the Secretary has a vacant Attorney 4 position due to the retirement of an employee. The workload of the attorney was absorbed within the office. As such, this position and related funding is being transferred to the Office of Management & Finance for an Administrative Program Director 2 position to address deficiencies in the Contract Management Section in the Financial Services Division and will be responsible for the administrative functions associated with the Department's contracts, procurement, and grants. This funding includes \$48,263 in salaries and \$24,992 in related benefits and represents approximately 8 months of funding for the new Administrative Program Director 2 position.

II. IMPACT ON FUTURE FISCAL YEARS

Annualization of this BA-7 request will increase expenditures from the Environmental Trust Fund by \$38,601 in FY 16 and thereafter.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 4b

AGENCY: Office of Secretary

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	(\$73,255)	(1)
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	(\$73,255)			
Federal Funds:	\$0			
Total	<u>(\$73,255)</u>	Total	<u>(\$73,255)</u>	<u>(1)</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to transfer one position and related funding from the Office of the Secretary to the Office of Management & Finance. The source of funding for the BA-7 transferred to the Office of Management & Finance is statutorily dedicated funds from the Environmental Trust Fund. The Office of the Secretary has a vacant Attorney 4 position due to retirement of an employee. The workload of the attorney was absorbed within the office. As such, this position and related funding is being transferred to the Office of Management & Finance for an Administrative Program Director 2 position to address deficiencies in the Contract Management Section in the Financial Services Division and will be responsible for the administrative functions associated with the Department's contracts, procurement, and grants. This funding includes \$48,263 in salaries and \$24,992 in related benefits.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

October 17, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Executive

AGENDA NO.: 5

AGENCY: Military Department

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Military Affairs	\$30,000,000	0
Interagency Transfers:	\$1,250,000	Education	\$0	0
Self-Generated Revenue:	\$0	Auxiliary Account	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$28,750,000			
Total	<u>\$30,000,000</u>	Total	<u>\$30,000,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase federal budget authority in the amount of \$28.75 M and IAT budget authority in the amount of \$1.25 M in order for the Military Department to hire a specialized contractor to dispose of approximately 16 million pounds of explosive materials stored within 97 magazines at Camp Minden, to reimburse the U.S. Environmental Protection Agency (EPA) for future monitoring costs of the cleanup and reimburse the LA Department of Environmental Quality (DEQ) for past and future oversight costs.

The explosive materials were originally the property of Explo Systems, which was leasing the old ammunition manufacturing facility at Camp Minden to separate military propellant bags and resell the components. According to the Military Department, the dangerous component is M6 smokeless powder that was improperly stored at Camp Minden by Explo. This ultimately resulted in an explosion caused by these materials in Fall 2012.

The original source of the IAT resources is funding from the Department of Environmental Quality (DEQ) due to a legal settlement (U.S. EPA versus Arkla Disposal, LLC). The source will be civil penalties in the amount of \$2.5 M paid by Arkla Disposal, LLC of which \$1.25 M has been specifically allocated in the Stipulation of Settlement for removal costs of the explosives housed at Camp Minden.

The original source of federal funds is the federal U.S. Treasury Judgment Fund. On 9/30/2014, the Military Department, U.S. EPA and the U.S. Army signed an Administrative Settlement Agreement for the removal of materials. The agreement provides for the Military Department to remove approximately 15.7 million pounds of M6 propellant and approximately 321,000 pounds of clean burning igniter. The settlement provides for the U.S. Army to pay \$19,312,648 (80% of the total estimate to remove material) as an initial payment to the Military Department for removal costs as well as payment of U.S. EPA future monitoring costs and LA DEQ oversight costs. To the extent the contractor removal costs are in excess of the \$19.3 M initial payment, there is a process in place for the Military Department to follow that will allow additional federal resources to be utilized for hazardous material removal. Thus, the Military Department does not anticipate any SGF to be utilized for hazardous removal expenditures.

The specific resources and anticipated costs by resource based upon the settlement agreement are as follows:

\$1,250,000	IAT Resource from DEQ Settlement
(\$1,220,000)	Reimbursement to U.S. EPA future monitoring costs
(\$30,000)	Reimbursement to LA DEQ for past oversight costs
\$19,312,648	Federal Resource from the U.S. Army (initial payment)
(\$20,000)	Reimbursement to LA DEQ for future oversight costs
(\$19,292,648)	Publicly bid contractor hired to dispose of improperly stored hazardous materials

Note: There is currently ongoing litigation between negatively impacted parties and Explo's insurance carriers. To the extent the Military Department receives insurance settlement funds from this litigation, these resources could be utilized for the removal costs. The specific amount to be received is unknown at this time.

October 17, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

II. IMPACT ON FUTURE FISCAL YEARS

The department anticipates the burning process to last up to a year, which may result in expenditures being incurred in FY 16. These FY 16 expenditures would have to be appropriated during the FY 16 budget development process.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

DEPARTMENT: Environmental Quality

AGENDA NO.: 6

AGENCY: Environmental Compliance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Environmental Compliance	\$3,500,000	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$3,500,000			
Federal Funds:	\$0			
Total	<u>\$3,500,000</u>	Total	<u>\$3,500,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutorily dedicated funds from the Hazardous Waste Site Cleanup Fund by \$3.5 M to pay a contractor to extinguish numerous fires in the Harrelson Materials Management landfill site in Shreveport. The fires began in July 2008 and the efforts by Harrelson Materials Management and the Shreveport Fire Department have failed to completely extinguish all the fires within the landfill. Harrelson Materials Management no longer has the means to extinguish the fires and the Shreveport Fire Department has stated that responding to the fires has impaired the department's ability to respond to other fires and emergencies within their jurisdiction. As such, the LA Department of Environmental Quality (LDEQ) is assuming responsibility for the fires because the situation is an emergency and the department has a responsibility to prevent irreparable environmental damage and serious threats to the life or safety of persons in this location.

LDEQ has authority under L.R.S. 30:2206(C) that allows the department to contract for hazardous waste site cleanup without a request for proposal (RFP). LDEQ contacted four companies and LDEQ and the State Fire Marshal selected a company to attempt to put out the fires. LDEQ is unable to provide the name of the company at this time due to contract negotiations. LDEQ anticipates that the company will begin work as soon as the contract negotiations are completed. If the first company is not successful, LDEQ will seek the services of another company. The ultimate price to extinguish the fires is unknown at this time. The \$3.5 M requested in this BA-7 represents the unobligated funds available in the Hazardous Waste Site Cleanup Fund. LDEQ is requesting the remaining unobligated funds from the Hazardous Waste Site Cleanup Fund because the total cost to extinguish the fires is unknown at this time. The current balance of the Hazardous Waste Site Cleanup Fund is approximately \$5.1 M including obligated and unobligated funds.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

October 17, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Natural Resources

AGENDA NO.: 1a

AGENCY: Conservation

ANALYST: Matthew Labruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Oil & Gas Regulatory	(\$52,388)	(1)
Interagency Transfers:	\$0	Public Safety	\$0	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	(\$52,388)			
Federal Funds:	\$0			
Total	<u>(\$52,388)</u>	Total	<u>(\$52,388)</u>	<u>(1)</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 request #1b.

The purpose of this BA-7 request is to allow for a technical adjustment to realign salaries and positions within the Department of Natural Resources. The technical adjustment will correct an error that was made during the hiring freeze in FY 14 and carried forward into FY 15. The position and respective salary will be reduced from the Mineral & Energy Operation Fund within the Office of Conservation (OOC) and transferred to the Office of Mineral Resources. The position will continue to be paid out of the Mineral & Energy Operation Fund.

The position that is being reduced within the OOC is a Mineral Product Analyst 2 with a salary of \$31,434 and related benefits of \$20,954 for a total cost of \$52,388.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Natural Resources

AGENDA NO.: 1b

AGENCY: Mineral Resources

ANALYST: Matthew Labruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Mineral Resources Management	\$52,388	1
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$52,388			
Federal Funds:	\$0			
Total	<u>\$52,388</u>	Total	<u>\$52,388</u>	<u>1</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 request #1a.

The purpose of this BA-7 request is to allow for a technical adjustment to realign salaries and positions within the Department of Natural Resources. The technical adjustment will correct an error that was made during the hiring freeze in FY 14 and carried forward into FY 15. The position and respective salary will be reduced from the Mineral & Energy Operation Fund within the Office of Conservation and transferred to the Office of Mineral Resources (OMR). The position will continue to be paid out of the Mineral & Energy Operation Fund.

The position that is being added within the OMR is an auditor position with a salary of \$31,434 and related benefits of \$20,954 for a total cost of \$52,388. The auditor position will be responsible for field audits of oil and gas royalties.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: State

AGENDA NO.: 1

AGENCY: Secretary of State

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$93,067	1
Interagency Transfers:	\$0	Elections	\$0	0
Self-Generated Revenue:	\$0	Archives & Records	\$0	0
Statutory Dedications:	\$0	Museum & Other Operations	(\$180,675)	(2)
Federal Funds:	\$0	Commercial	\$87,608	1
Total	<u>\$0</u>	Total	<u>\$0</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to realign two positions and associated funding from the Museum Program to the Administrative Program and the Commercial Program, each receiving one. The positions being realigned are an IT position in the Administrative Program and a Commercial Supervisor in the Telecommunications Section of the Commercial Program and are necessary for the geauxBIZ portal project. The geauxBIZ project is a collaborative effort by the Secretary of State, LA Workforce Commission, and the Department of Revenue and is a one-stop web portal for the registration of new businesses. The IT position will work in coordination with the contractor (GCR, Inc.) on the development of the portal and afterwards, will assist in ongoing maintenance and administrative oversight of the portal. The Commercial Supervisor will work on the development stage of the live chat that will be utilized once the portal is implemented. After the portal is launched, the supervisor will train and manage the staff of the help desk. The 2 positions in the Museum Program are vacant. Funding being transferred with this BA-7 request is SGR and is for salaries (\$116,554) and related benefits (\$64,121) for the positions. The funding source of the revenues are the various fees charged by the Secretary of State for domestic corporations, limited liability companies, nonprofit corporations, foreign corporations, trade names, trademarks and service marks.

The portal has an anticipated go-live date in the Spring 2015.

II. IMPACT ON FUTURE FISCAL YEARS

These positions and associated funding will remain in the Administrative and Commercial Programs in future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Corrections

AGENDA NO.: 2A

AGENCY: David Wade Correctional Center

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>	<u>T. O.</u>	
State General Fund:	(\$250,000)	Administration	\$0	0
Interagency Transfers:	\$0	Incarceration	(\$250,000)	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>(\$250,000)</u>	Total	<u>(\$250,000)</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #2B on the agenda. The purpose of this BA-7 request is to decrease SGF in the amount of \$250,000 from David Wade Correctional Center. A mistake was made in the FY 15 budgeting process when an amendment to HB 1 placed this funding in David Wade Correctional Center within the Department of Corrections instead of Ware Center for Youth within the Office of Juvenile Justice.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Youth Services

AGENDA NO.: 2B

AGENCY: Juvenile Justice

ANALYST: Stephanie C. Blanchard

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$250,000	Administration	\$0	0
Interagency Transfers:	\$0	North Region	\$0	0
Self-Generated Revenue:	\$0	Central/Southwest Region	\$0	0
Statutory Dedications:	\$0	Southeast Region	\$0	0
Federal Funds:	\$0	Contract Services	\$250,000	0
		Field Services	\$0	0
Total	<u>\$250,000</u>	Total	<u>\$250,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #2A on the agenda. The purpose of this BA-7 request is to increase SGF in the amount of \$250,000 for Ware Center for Youth. A mistake was made in the FY 15 budgeting process when an amendment to HB 1 placed this funding in David Wade Correctional Center within the Department of Corrections instead of Ware Center for Youth within the Office of Juvenile Justice. This funding is to be utilized for operational expenses for Ware Center for Youth.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Public Safety
AGENCY: Motor Vehicles

AGENDA NO.: 3
ANALYST: Matthew Labruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Licensing	\$1,181,921	0
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$1,181,921			
Federal Funds:	\$0			
Total	<u>\$1,181,921</u>	Total	<u>\$1,181,921</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase budget authority for the Insurance Verification System Fund in the amount of \$1,181,921 for the development of a real-time insurance database and purchase equipment for the database as a result of Act 641 of 2014. The Act provides for the creation of a real-time automotive liability insurance information database as well as increasing the fees for motorists that operate a vehicle without automotive liability insurance. In addition, the Act created the Insurance Verification System Fund that will receive the increased penalty amounts and will fund the real-time database, the State Police pay raise, sheriff's housing for parole violators, additional assistant district attorneys, and other public safety and law enforcement purposes.

The \$1.2 M increase in budget authority will allow the Department of Public Safety (DPS) to purchase equipment for the database (\$110,500), funding for overtime costs for DPS programmers to modify the current Office of Motor Vehicles system and create an interface for the new database (\$71,421) and for a professional services contract to develop the real-time insurance database (\$1.0 M).

DPS estimates the changes to the current system will require 2,200 hours of overtime for IT programmers. At \$32 per hour, the overtime expense is expected to be \$71,421 (2,200 hours x \$32 = \$70,400 for salaries; \$70,400 X 1.45% = \$1,021 for Medicare costs). The cost to enter into a professional services contract for the real-time insurance database for automotive liability insurance is projected at \$1,000,000, and \$110,500 for the purchase of web and blade servers, hardware with Dell blade servers, VMWare software licenses, and network switches for operating the database. DPS expects to issue a Request for Proposals (RFP) for the real-time database by December 2014.

These costs will be funded from the reinstatement and notice of violation fees that were increased as a result of Act 641. To the extent the violations issued and paid remain constant, the increased fees are estimated to generate \$53 M. As of 7/31/2014, \$1,033,060 has been deposited into the fund.

II. IMPACT ON FUTURE FISCAL YEARS

In future fiscal years, the professional services contract is expected to remain at \$1,000,000 to maintain the real-time database. Maintaining the database by the vendor may include issuing and maintaining the credentials for OMV, law enforcement, courts, and auto dealers to access the database, providing a call center, printing and mailing forms for the compulsory insurance program, and possibly handling clearance services. This cost will be paid with fee collections that are deposited into the Insurance Verification System Fund. It should be noted that the full extent of services provided by the vendor will not be known until the final contract is approved.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

August 14, 2014

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Public Safety
AGENCY: Motor Vehicles

AGENDA NO.: 4
ANALYST: Matthew Labruyere

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Licensing	\$261,310	5
Interagency Transfers:	\$0			
Self-Generated Revenue:	\$261,310			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$261,310</u>	Total	<u>\$261,310</u>	<u>5</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 is to increase Office of Motor Vehicles' (OMV) self-generated revenue (SGR) budget authority in the amount of \$261,310 and increase T.O. positions by 5 as a result of Act 802 of 2014. Act 802 provides for the removal of license plates on vehicles owned and driven by persons with suspended or revoked driver's licenses. As a result of removing license plates, law enforcement submits the plates to the local OMV office to be processed. After the plate is removed and submitted to OMV, the person whose plate was removed must go to the local OMV to pay a reinstatement fee of \$10 to receive that plate. To handle the increased processing, five additional Motor Vehicle Compliance Analysts will be needed.

In FY 13, there were approximately 307,000 persons with suspended or revoked licenses. To the extent 10% of those drivers would be issued a violation, 30,700 violations may be issued annually. Act 802 provides for a \$10 reinstatement fee to be charged for removing a license plate due to a revoked or suspended driver's license, which would generate \$307,000 (307,000 suspended or revoked drivers x 10% violation issuance x \$10) in reinstatement fees. The revenue generated by fee collections would be used to offset expenditures for OMV.

The \$261,310 would cover all expenses associated with 5 additional T.O. within OMV. The cost of 5 additional analysts for the remainder of FY 15 would be \$249,185 (\$49,837 average salary and benefits x 5 analysts). This amount is prorated for 22 pay periods since the fiscal year has already began. The total cost of salaries and benefits for 5 personnel would be \$275,122 (\$55,024 average salary and benefits x 5 analysts). In addition to personnel costs, operating expenses would cost \$775 per employee for a total of \$3,875. The operating costs include supplies, telephone, and maintenance costs. Finally, the cost to provide violation stickers and tickets that will be used by law enforcement will be approximately \$8,250.

To the extent OMV collects more than \$261,310 from the \$10 reinstatement fees, the additional collections can be used throughout the department for any obligation. In the event collections are lower than anticipated, OMV will be able to absorb some costs. However, in the event collections are much lower than anticipated, then OMV will take necessary action to address the shortfall. This could be accomplished through reduced operating expenses, personnel reductions, or using other funding within DPS. It should be noted that reducing operating expenses and /or personnel is not anticipated by the department.

II. IMPACT ON FUTURE FISCAL YEARS

In FY 16, personnel costs will increase by \$25,937 since the analysts will be paid for a full year instead of part of the year. In subsequent fiscal years, personnel costs may increase as a result of merits awards to employees and operating services may increase with inflation.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

August 14, 2014

CARRY-FORWARD BA7s

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<u>Agenda #</u>	<u>Schedule #</u> <u>Dept./Agy.</u>	<u>Item Description</u>	<u>SGF</u>	<u>IAT</u>	<u>SGR</u>	<u>DED</u>	<u>IEB</u>	<u>FED</u>	<u>Total</u>
CF 1	01 - 107 Executive Division of Administration	<p>The purpose of this BA-7 request is to carry-forward funds within the Executive Administration Program into the following DOA sections as follows:</p> <p><u>Commissioner's Office (\$145,805 SGF, \$1,336,382 IAT, \$1,688,406 SGR)</u></p> <p>1.) \$113,250 IAT - Sisung Securities Corporation is a consulting contract that expires 6/4/2015. The total contract value is \$200,000 with approximately \$113,000 remaining until the contract expires. The contractor is providing financial advisory services including consultant work on the Net State Tax Supported Debt and the Capital Outlay Escrow Account.</p> <p>2.) \$50,500 SGF - Employers Unity LLC is a professional service contract that expires 8/31/2014. The contractor administers the LA Unemployment Compensation Program including monitoring all records of state agencies relative to former employees. According to the DOA, it is a conflict of interest to have the same agency that administers the unemployment benefits (Workforce Commission) to have any control over the agencies' protests of claims.</p> <p>3.) \$1,688,406 SGF, \$1,223,132 IAT - Alvarez & Marsal (A&M) is a consulting contract that expires 12/15/2016. The contractor is providing governmental efficiencies and management support to the state. The requested carry forward amount consists of \$2,113,291 for staff augmentation services associated with 5 work orders and \$424,885 of retainage. Staff augmentation services are being provided to: Office of Group Benefits - \$199,752, Facility Planning & Control - \$499,963, Division of Administration - \$499,302, State Procurement - \$800,000 and Department of Education (DOE) - \$389,104. The total contract value of the A&M contract increased from \$5,003,435 to \$7,391,556 of which \$5,003,435 was paid in FY 14 for costs associate with producing the GEMS Report and the remaining \$2,388,121 is associated with the staff augmentation portion (this CF BA-7 request). To date, the DOA has paid A&M \$274,830 for a portion of the \$2.38 M staff augmentation services portion.</p> <p><u>Note: Work Order #5 of the A&M staff augmentation for the DOE related to the MFP student enrollment counts seems to be duplicative of the work requested of the Legislative Auditor pursuant to HCR 112 of 2014.</u></p> <p>4.) \$95,305 The Koerber Company, PA is a professional services contract that expires 2/23/2017. The contractor provides expert services as the financial condition of client network services. According to the DOA, this contractor is the forensic accountant hired as an expert witness in the CNSI case.</p>	\$1,536,016	\$1,830,815	\$1,688,406	\$0	\$0	\$0	\$5,055,237

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<u>Agenda #</u>	<u>Schedule #</u> <u>Dept./Agy.</u>	<u>Item Description</u>	<u>SGF</u>	<u>IAT</u>	<u>SGR</u>	<u>DED</u>	<u>IEB</u>	<u>FED</u>	<u>Total</u>
		<p><u>Office of the Chief Information Officer (\$353,063 SGF)</u></p> <p>1.) \$28,063 SGF - Franklin D. Kirkland, Jr. is a consulting contract that expires 12/31/2014. The contractor will provide consulting, research, analysis and administrative support to OTS.</p> <p>2.) \$325,000 SGF - Deloitte Consulting, LLP is consulting contract that expires 11/11/2016. The contractor provides consulting services for the transformation of the state's IT operation model.</p> <p><u>Office of General Counsel (\$29,950 SGF, \$75,000 IAT)</u></p> <p>1.) \$24,950 SGF - Trailnet, Inc. is a consulting contract that expires 12/31/2014. The contractor will provide services on a web-based electronic billing services that include the development, maintenance and accompanying documentation and provision of the site.</p> <p>2.) \$75,000 IAT - Taylor, Porter, Brooks is a professional service contract that expires on 1/15/2017. The contractor provides legal services to the commissioner of administration and the Office of General Counsel as requested with regards to OGB, health insurance issues related to state employees' group insurance and issues related to Patient Protection & Affordable Care Act. The original source of the IAT are funds paid to the DOA from the OGB.</p> <p>3.) \$5,000 SGF - David Ware & Associates is a professional services contract that expires on 4/30/2017. The contractor provides legal advice and assistance to the state as needed in matters pertaining to immigration issues and labor certification through the US Department of Labor.</p> <p><u>Office of Statewide Reporting & Accounting Policy (OSRAP) (\$126,938 SGF)</u></p> <p>1.) \$99,738 SGF - Despain & Associates, Inc. is for a purchase order that expires on 5/31/2015. The purchase order is for the acquisition of IBM Cognos Controller, IMB Cognos CDM and training costs. According to the DOA, the software is being acquired to make the production of the CAFR and other financial reports more efficient and effective.</p> <p>2.) \$27,200 SGF - Management of America, Inc. is a consulting contract that expires on 6/30/2015. The contractor will develop a statewide central services costs allocation plan based on actual expenditures and data incurred by the state. According to the DOA, this contractor provides 2 documents to OSRAP related to the overall statewide center services cost allocation plan. Due to the IT consolidation and the movement of the Division of Administrative Law from the operating budget to the ancillary budget, there will likely be changes made to the Statewide Indirect Cost Allocation Plan.</p>							

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<u>Agenda #</u>	<u>Schedule #</u> <u>Dept./Agy.</u>	<u>Item Description</u>	<u>SGF</u>	<u>IAT</u>	<u>SGR</u>	<u>DED</u>	<u>IEB</u>	<u>FED</u>	<u>Total</u>
		<p><u>Office Information Services (\$855,260 SGF, \$419,433 IAT)</u></p> <p>1.) \$855,260 SGF, \$250,000 IAT - Celerian Consulting, Inc. is a consulting contract that expires on 12/31/2014. The contractor is providing configuration, problem resolution, programming, analytical and other support services at the state's discretion for support of SAP software and SAP ERP (LaGOV). The original source of the IAT is Transportation Trust Fund (TTF Regular) monies.</p> <p>2.) \$169,433 IAT - Agileassets, Inc. is a consulting contract that expires on 1/23/2017. The contractor will provide consulting services for support of the LaGOV Linear Assets System. Since DOTD is the only state agency that currently utilizes Linear Assets, the original source of the IAT is Transportation Trust Fund (TTF Regular) monies.</p> <p><u>Human Resources (\$25,000 SGF)</u></p> <p>1.) \$25,000 SGF - IBM for a purchase order that expires 6/14/2015. The order is needed in order to obtain licensing of IBM Kenexa Survey Advantage on a cloud for a 24-month period beginning 6/15/2014 to 6/14/2016.</p>							
CF 1	01 - 107 Executive Division of Administration	<p>The purpose of this BA-7 request is to carry-forward funds within the Executive Administration Program into the following DOA sections as follows:</p> <p><u>State Broadband Data & Development (\$44,388 SGF, \$691,128 Federal)</u></p> <p>1.) \$25,638 SGF - North Delta Regional Planning cooperative endeavor agreement contract that expires 9/30/2014. This co-op will assist in the execution of the State Broadband Data & Development Program.</p> <p>2.) \$100,749 Federal - LSU agency contract that expires 9/30/2014. LSU will provide for the development of the spatially accurate residential point address dataset for specified parishes and the development, maintenance and hosting of a geospatial portal application.</p> <p>3.) \$44,388 SGF, \$375,081 Federal - Michael Baker Jr., Inc. multiyear contract that expires 3/31/2016. The contractor provides outreach activities, data collection, data validation, mapping application development, semi-annual data updates and project management.</p> <p>4.) \$189,660 Federal - LSU agency contract that expires 9/30/2014. LSU will provide the delivery of training to address sustainable broadband adoption in unserved and under served communities, and outreach services to those communities.</p> <p><u>Facility Planning & Control (\$197,382 Energy Performance Contract Fund)</u></p>	\$44,388	\$0	\$273,649	\$197,382	\$0	\$691,128	\$1,206,547

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<u>Agenda #</u>	<u>Schedule #</u> <u>Dept./Agy.</u>	<u>Item Description</u>	<u>SGF</u>	<u>IAT</u>	<u>SGR</u>	<u>DED</u>	<u>IEB</u>	<u>FED</u>	<u>Total</u>
		1.) \$131,638 Energy Performance Contract Fund - EME Consulting Services, Inc. multiyear consulting contract that expires 1/30/2016. Contractor provides consulting services for energy saving performance.							
		2.) \$35,721 Energy Performance Contract Fund - E/S3 Consultants, Inc. multiyear consulting contract that expires 1/30/2016. Contractor will provide consulting services for energy saving performance.							
		3.) \$30,023 Energy Performance Contract Fund - Celtic Energy, Inc. consulting contract that expires 5/26/2016. The contractor provides consulting services for energy saving performance.							
		<u>State Lands (\$273,649 SGR)</u>							
		1.) \$13,500 SGR - High Power Consulting, Inc. consulting contract that expires 6/30/2015. The contractor provides support including database and application enhancements, changes and upgrades to the State Lands online Document Management System.							
		2.) \$9,902 SGR - Peters Forest Resources, Inc. consulting contract that expires 7/31/2014. Contractor provides timber valuations and prepare a report summarizing the findings of the timber values, provide list of all maps, reports and other documents consulted during this investigation.							
		3.) \$15,000 SGR - Castille Consulting Services, LLC consulting contract that expires 3/31/2015. The contractor provides assistance to State Lands by determining navigability of Butte La Rose Bay in St. Martin Parish.							
		4.) \$14,631 SGR - Castille Consulting Services, LLC consulting contract that expires 3/31/2015. The contractor provides assistance to State Lands by determining the history of East Bobcat Island in the Mississippi River in Tensas and Concordia Parishes.							
		5.) \$15,000 SGR - W Patton Culbertson consulting contract that expires 1/31/2015. The contractor will evaluate, report and testify on business valuation, marketing, entrepreneurship, and economic analysis issues in the case of Sid-Mars Restaurant & Lounge Inc versus State of Louisiana.							
		6.) \$3,949 SGR - Castille Consulting Services, LLC consulting contract that expires 1/31/2015. The contractor assist State Lands by conducting historical research regarding the ownership of property along the shore of Lake Pontchartrain and land extending north into Lake Pontchartrain.							
		7.) \$1,667 SGR - Willis Engineering & Scientific, LLC consulting contract that expires 3/31/2015. The contractor will evaluate and report regarding the historic navigability of Bayou Dolet.							
		8.) \$200,000 SGR - Provosty, Sadler & Delaunay multiyear contract that							

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<u>Agenda #</u>	<u>Schedule #</u> <u>Dept./Agy.</u>	<u>Item Description</u>	<u>SGF</u>	<u>IAT</u>	<u>SGR</u>	<u>DED</u>	<u>IEB</u>	<u>FED</u>	<u>Total</u>
		provides services for Crooks versus State of Louisiana.							
CF 2	01 - 109 Executive Coastal Protection & Restoration	The Coastal Protection & Restoration Authority (CPRA) is requesting approval to carry-forward \$145,574 IAT from the Department of Transportation & Development (DOTD) to provide for the balance of funding associated with a contract with Gulf Engineers & Consultants. The source of funding for DOTD is from the capital outlay program (GO Debt). CPRA contracted with Gulf Engineers & Consultants to prepare a feasibility report and environmental impact statement for the Houma Navigation Canal Deepening Project. The total amount of the contract, which began in May 2012, is \$800,000. The feasibility study is anticipated to be completed in FY 15.	\$0	\$145,574	\$0	\$0	\$0	\$0	\$145,574
CF 3	01 - 111 Executive Homeland Security & Emergency Prep	<p>The purpose of this BA-7 request is to carry-forward statutorily dedicated funding from the LA Interoperability Communications Fund in the amount of \$155,750 for the following items:</p> <p>\$155,750 Gray Tower Relocation costs and hardware - This tower site has not been completely installed due to weather delays and the processing of permits. The vendor will dismantle and reinstall equipment from the old tower shelter to the new tower shelter. The new location is 3 miles northeast of the current location (Terrebonne Parish). The anticipated relocation and hardware installation finish date is 8/15/2014.</p>	\$0	\$0	\$0	\$155,750	\$0	\$0	\$155,750
CF 4	01 - 112 Executive Military Department	<p>The purpose of this BA-7 request is carry-forward funds into the Military Affairs Program as follows:</p> <p><u>\$2,635,556 SGF (100% SGF funded expenditures)</u> \$88,417 SGF - various legal services contract with Dunlap Fiore (\$42,852), Taylor, Porter, Brooks & Philips (\$37,734), Valentec (\$5,178) and Explo (\$2,653). Dunlap Fiore cases include Katrina Cottages and Jackson Barracks projects against Cypress Reality. The settlement dates are unknown at this time. The current contract expires December 2015. Taylor Porter is pursuing a case against Heffernan Insurance Company. \$229,958 SGF - various repair projects for Jackson Barracks including fence repair (\$2,000, St. Claude Avenue), portion of an insurance deductible building repair (\$1,500), termite repair and control (\$ 110,617) and soundproofing contract. \$14,162 SGF - Repairs not completed on XTS5000 Radio used during emergency operations and the backorder of a 120 volt impress single unit charger. The anticipated completion date of the repair is 9/15/2014, while the anticipated delivery date of the charger is 9/15/2014.</p>	\$3,773,917	\$1,400,255	\$51,679	\$250,000	\$0	\$2,126,291	\$7,602,142

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		<p>\$250,000 SGF - Funds for one survivor benefit that has not been paid due to pending court outcome for permanent guardianship of beneficiary Soldier John Michael Hennen.</p> <p>\$91,610 SGF - Automated management service to the point of distribution at the Regional Support Areas for emergency operations.</p> <p>\$2,090 SGF - Tropical Storm Karen</p> <p>\$97,338 SGF - agency equipment utilized during the winter storms. The agency is currently waiting on invoices in order to make payments.</p> <p>\$12,946 SGF - Various roof replacement projects at Camp Beauregard</p> <p>\$122,966 SGF - Various ongoing maintenance projects at Gillis W. Long Center including chiller repairs, roof replacement and structural enhancement & leveling</p> <p>\$193,439 SGF - Various ongoing maintenance projects at Camp Minden including removal of sand from sludge pits and roof replacements.</p> <p>\$48,323 SGF - Ammunition ordered for force protection personnel at Camp Minden that has not yet been received. The anticipated delivery date is August 2014.</p> <p>\$22,792 SGF - Other various force protection personnel expenditures including: electrical repair and upgrade to the mobile command center, protective gear, face mask and force protection patches. These expenditures will be incurred at Camp Beauregard, Camp Minden and Gillis Long Center.</p> <p>\$1,462,390 SGF - Various maintenance projects and equipment purchases at Camp Minden, Gillis Long Center, and Esler Field. Some of expenditures include: painting roof replacement, water damage repairs, mini excavator, etc.</p> <p><u>\$1,138,361 SGF (state match), \$1,284,415 Federal</u></p> <p>\$1,138,361 SGF, \$1,284,415 Federal - maintenance projects and operating expenditures being carried forward into FY 15 funded with both SGF (state match) and federal funds associated with various Military Department sites including: Camp Beauregard, Esler Field, Camp Cook, Bastrop Readiness Center, Marrero Readiness Center, Napoleonville Readiness Center, Jackson Barracks, Gillis Long Center, Coushatta Readiness Center, Hammond Airport Readiness Center, DeRidder Readiness Center, Covington Readiness Center, Reserve Readiness Center, Bunkie Readiness Center, Crowley Readiness Center, Baker Readiness Center, Ville Platte Readiness Center, Oak Grove Readiness Center, Winnsboro Readiness Center, Jonesboro Readiness Center, Marksville Readiness Center, Shreveport Readiness Center, Farmerville Readiness Center, Houma Readiness Center, Opelousas Readiness Center, Ruston Readiness Center, Bossier Readiness Center and Baton Rouge Armed Forces Center. Some of the various projects for these centers being carried forward include: facility repairs, electrical repairs, air conditioning repairs, fire alarm monitoring repairs, elevator repairs, chiller/boiler repairs. All of these repairs are being carried forward due to waiting on invoices to be sent.</p>							

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		<u>\$1,400,255 IAT</u> \$870,344 IAT - various project worksheets (PWs) for Jackson Barracks and Camp Villere to allow the agency to budget Federal funds (FEMA Funds) related to an approved Project Worksheet resulting from content replacement at the Jackson Barracks Museum following Hurricane Katrina. The approved PWs are related to 8 plus feet of flood water damage to the Jackson Barracks Museum. FEMA funding will reimburse 100% federal. \$71,509 IAT - Repair home damage found during Risk Management claim damage being fixed (AHPP Funds). AHPP is the Alternative Housing Pilot Program, which through an agreement with the Office of Community Development provided hurricane recovery dollars to the department of the building of 59 single family cottages and carpet cottage units at Jackson Barracks. \$458,402 IAT - Various reimbursements for project worksheets incurred as a result of Hurricane Isaac.							
		<u>\$51,579 SGR</u> \$12,500 SGR - installation of a gate at Elser Field. The work is anticipated to be completed by 10/5/2014. \$39,179 SGR - ordered a John Deere 6115M Cab Tractor for Esler Field. The expected delivery date is 10/15/2014.							
		<u>\$250,000 Overcollections Fund</u> Funds for one survivor benefit that have not been paid due to not being able to reach appropriate beneficiary for Soldier Michael Scott Evans II.							
		<u>\$841,877 Federal (100%)</u> \$258,976 Federal - equipment purchases for Camp Beauregard that have not yet been delivered. Equipment includes 3 John Deer Tractors and 1 Diamond mower.							
CF 4	01 - 112 Executive Military Department	The purpose of this BA-7 request is carry-forward funds into the Education Program as follows: <u>Youth Challenge Program (YCP) - Camp Beauregard (\$28,836 SGF 100%, \$92,717 SGF (state match), \$278,151 Federal</u> \$15,339 SGF - ordered network items including core sleeves and non-fire drywall materials. These items are being installed in classrooms. \$13,497 SGF - Dell Computers anticipated to be delivered in August 2014. \$92,717 SGF (state match), \$278,151 Federal - various equipment and supplies for the classrooms including school supplies, computers, cameras, classroom furniture and various office supplies.	\$246,657	\$0	\$0	\$0	\$0	\$291,451	\$538,108

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		<p>YCP- Camp Minden (\$120,671 SGF 100%, \$3,215 SGF (state match), \$9,644 Federal</p> <p>\$120,671 SGF - YCP cadet stipends that will be paid through February 2015.</p> <p>\$3,215 SGF (state match), \$9,644 Federal - Various copier repairs in which the final invoice has not been received. The agency anticipates these expenditures being paid at the end of August 2014.</p> <p>YCP - Gillis Long Center (\$1,219 SGF (state match), \$3,656 Federal</p> <p>\$1,125 SGF (state match), \$3,375 Federal - YCP yearbooks for class of 2014 as the agency anticipates receiving the books in late August 2014.</p> <p>\$94 SGF (state match), \$281 Federal - installation of stainless steel corners in dining facility. The agency is waiting to be invoiced for work completed.</p>							
CF 5	01 - 116 Executive LA Public Defender Board	<p>The purpose of this BA-7 request is to carry-forward funds into FY 15 for 2 legal services contracts associated with the Angola 5 cases originally funded in FY 13 and a professional services contract with an independent contractor in regards to their case management system (CMS) originally funded in FY 14.</p> <p>The 2 legal services contracts are with the Capital Appeals Project (\$232,274 remaining on contract) and the Capital Post-Conviction Project of Louisiana (\$26,712 remaining on contract). During the FY 14 budget development process, the agency was appropriated \$400,000 for legal fees associated with the appeal process for 2 of the 5 ("Angola Five") defendants sentenced to death in 2012. The original source of the funds is SGF deposited into the LA Public Defender Fund (Schedule 20-XXX of HB 1).</p> <p>The professional services contract is with David Newhouse, an independent contractor from Hillsboro, OR (\$14,600 remaining on contract) to furnish services in the prioritizing case management system (CMS) modification requests for submission to the case management system vendor in providing technical assistance and training to LPDB staff. During the FY 14 budget process, \$47,500 was appropriated for a contract to hire a professional to assist the Public Defender Board with identification of offense-level categories, the design of new components, the development and performance of training programs, and the creation of a CMS user guide. The original source of funds is SGF deposited into the LA Public Defender Fund (Schedule 20-XXX of HB 1).</p>	\$0	\$0	\$0	\$273,586	\$0	\$0	\$273,586

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CF 6	01 - 255 Executive Financial Institutions	The purpose of this BA-7 request is to carry-forward \$62,446 of SGR into FY 15 for a professional services contract with Iron Data Solutions, Inc. The original contract, which is \$670,000 for a term of 2/18/2013 to 6/30/2014, was entered into in order to assist the Office Financial Institutions (OFI) in converting all of its data from Fox Pro to the STAR application system. Fox Pro is no longer supported. Due to issues with the data conversion, OFI's STAR system was not ready to go live prior to the end of FY 14. The requested \$62,446 in this CF BA-7 represents the total amount remaining from the original contract of \$670,000. STAR is OFI's commercial off-the-shelf IT solution, which is the agency's financial regulatory system.	\$0	\$0	\$62,446	\$0	\$0	\$0	\$62,446
CF 7	04a - 139 State Secretary of State	<p>The Secretary of State is requesting approval to carry-forward \$221,153 SGF and \$1,731,997 SGR to provide for the following items:</p> <p><u>Administrative Program - \$139,271 SGR</u> \$8,225 - DLT Solutions LLC for Defender software support \$49,146 - Geocent LLC for Microsoft Solutions software support \$50,700 - Moran Printing for printing 500 2013 Hardbound Buckram Acts - 2 volumes \$31,200 - Dell Marketing LP for 10 workstations</p> <p><u>Elections Program - \$115,835 SGF</u> \$17,693 - Shows, Cali & Walsh LLP for legal services representing state in federal court defending the 1993 judicial plan in Kenneth Hall v. State; contract effective 4/1/2013 - 6/30/2015; maximum payment \$175,000 \$33,432 - Celia R. Cangelosi for legal services representing the state in election matters as needed in federal and state court; contract effective 7/1/2013 - 6/30/2015; maximum payment \$150,000 \$19,704 - Election Law Center PLLC for legal services representing state in federal court defending the 1993 judicial plan in Kenneth Hall v. State; contract effective 10/14/2013 - 10/13/2014; maximum payment \$20,000 \$40,221 - Dell Marketing LP for 40 Thin client computers \$4,785 - Moran Printing for 7,500 "Voting in LA" booklets</p> <p><u>Museum Program - \$105,318 SGF</u> \$2,751 - Ragan Builders, Inc. for Louisiana State Exhibit Museum ceiling repair \$44,045 - Kan Contracting for Spring Street Museum renovations \$31,157 - Lindell's Cabinets & Furniture for Spring Street Museum custom exhibit cabinets \$22,440 - Delta Specialty Contractors for Tioga Museum steel, area fence \$4,925 - Regal Plastics Supply Company Inc. for Germantown Colony</p>	\$221,153	\$0	\$1,731,997	\$0	\$0	\$0	\$1,953,150

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		Museum in Germantown, LA plexiglass exhibit coverings							
		<u>Commercial Program - \$1,592,726 SGR</u>							
		\$3,010 - SAIA Electric Inc. for electrical work in commercial and portal conference rooms							
		\$20,523 - Perfect Image Inc. for conversion of microfilm to digital images							
		\$44,019 - Global Data Systems for hardware-core network equipment							
		\$26,136 - Crescent Multimedia Solutions for video conferencing equipment							
		\$2,356 - Crescent Multimedia Solutions for video conferencing camera							
		\$5,043 - CDW LLC for 5 Microsoft Surface Pro tablets							
		\$21,599 - Dell Marketing LP for 36 dual monitors							
		\$5,443 - Livehelpnow LLC for software maintenance							
		\$141,888 - GCR Inc for CORA (Commercial Online Registration Application) continued application development							
		\$1,322,709 - GCR Inc for geauxBIZ portal development Phase I							
CF 8	04b - 141 Justice Attorney General	<p>The Justice Department is requesting approval to carry-forward a total of \$1.852 M consisting of \$25,757 SGF, \$992,100 IAT, \$203,454, and \$630,890 in Statutory Dedications from the DOJ Debt Collection Fund (\$47,170), The DOJ Legal Support Fund (\$468,546) and the LA Fund (\$115,174) to provide for the following items:</p> <p>Administrative - \$515,716</p> <p><i>Professional Services</i> - \$3,070 from the DOJ Debt Collection Fund to provide software updates for the Collections unit computer system. The original contract amount was \$10,000 and began on 4/1/2013. The contract ends 3/31/2015.</p> <p><i>Other Charges</i> - \$44,100 from the DOJ Debt Collection Fund for two contracts for software updates to the Collections unit computer system and to develop specifications for a modified debt collection application.</p> <p><i>Other Charges</i> - \$468,546 from the DOJ Legal Expense Fund for 13 legal contracts for various legal services such as expert testimony, representation of the state before the U.S. Supreme Court and litigation for different law suits.</p> <p>Civil Law Program - \$1,327,165</p> <p><i>Other Charges</i> - \$77,143 for grants received from LA Commission on Law Enforcement (LCLE). Of the \$77,143, \$16,437 is SGF which is used as matching funds for 4 grants. The grants are Domestic Violence Training Program, Domestic Violence Prosecutor Training, Youth Violence Prevention, and Human Trafficking Training.</p> <p><i>Other Charges</i> - \$173,414 (IAT) for various litigation expenditures. The 3 contracts involve legal services for the LA Federation of Teachers versus the State of LA (IAT from DOA), legal services in the GlaxoSmithKline litigation (IAT from DHH), and legal services regarding the state's family</p>	\$25,757	\$992,100	\$203,454	\$630,890	\$0	\$0	\$1,852,201

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		<p>and marriage laws (IAT from DOA).</p> <p><i>Professional Services</i> - \$757,980 for legal representation regarding the outer continental shelf boundaries and underground storage tank litigation. The funding is from the DOA (SGF) for the litigation related to the U.S. Department of the Interiors redrawing of the states' lateral boundaries and the funding from DEQ (Motor Fuels Underground Storage Tank Trust Fund) is related to lawsuits involving companies that have leaking underground storage tanks.</p> <p><i>Supplies</i> - \$1,568 - (SGR) for the purchase of 2 bullet proof vests for investigators at a cost of \$784 per vest. The vests were ordered on 6/24/2014 and expected to arrive in October 2014.</p> <p><i>Professional Services</i> - \$161,886 (SGR) for various legal contracts. There are 2 contracts for legal services provided for non-profit hospitals and 1 contract for analysis, reports, and expert testimony in the CNSI matters.</p> <p><i>Other Charges</i> - \$40,000 (SGR) for 2 contracts for analysis, reports, and expert testimony in the State of LA versus Custom Homes by Jim Fussell lawsuit.</p> <p><i>Professional Services</i> - \$115,714 from the LA Fund for tobacco arbitration. There are 3 contracts for legal services and analysis, reports, and expert testimony.</p> <p><i>Acquisitions</i> - \$1,421 for a Dell laptop. The laptop was ordered 6/2/2014 and will be received by 11/1/2014.</p> <p>Criminal Law/Medicaid Fraud Program - \$9,320</p> <p><i>Supplies</i> - \$520 (SGF) for badges, and clips for investigators. There were 5 badges ordered at a cost of \$90 per badge and 5 clips ordered at a cost of \$14 per clip. The badges and clips were ordered 5/29/2014 and arrived in July 2014.</p> <p><i>Professional Services</i> - \$8,800 (SGF) to provide psychological services, such as assessment, support, and referral to investigators and other employees. The original contract was for \$24,000 and began 12/01/2012. The contract ends 11/30/2014.</p>							
CF 9	04g - 165 Insurance Commissioner of Insurance	<p>The purpose of this BA-7 request is to carry-forward Statutory Dedication - Insurance Fraud Investigation Fund authority in the Market Compliance Program from FY 14 into FY 15 to pay for bonafide expenditure obligations that were not liquidated prior to the close of the fiscal year.</p> <p>Budget authority requested in this BA-7 was granted as part of a supplemental appropriation in FY 14 to the Department of Insurance (Act 55 of 2014) for the purchase of a vehicle to be used by the Division of Insurance Fraud Investigators to conduct investigations of suspected insurance fraud. Approval of this BA-7 will increase the acquisitions expenditure category.</p>	\$0	\$0	\$0	\$24,304	\$0	\$0	\$24,304

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CF 10	05 - 251 Economic Development Office of Secretary	<p>The purpose of this BA-7 request is to carry-forward \$118,615 in SGF and \$3,729,042 in statutorily dedicated funds to pay for various professional service contracts and services provided to the Office of Secretary and businesses supported by the office. The sources of the statutorily dedicated funds are the LA Economic Development (LED) Fund (\$2,437,062) and the Rapid Response Fund (\$1,291,980).</p> <p>Most of the funding requested in the BA-7 is associated with the FastStart Program (\$3,261,571). The LED FastStart Program provides customized recruitment/training services for company relocation and/or expansion projects and development/delivery of workforce development certification programs. Most of the FastStart funding is associated with development and/or delivery of materials for training classes offered through the FastStart Program. The FastStart component of this BA-7 is funded with \$1,969,591 from the LED Fund and \$1,291,980 from the Rapid Response Fund.</p> <p>The remaining \$586,086 in the BA-7 request funds the following items:</p> <ol style="list-style-type: none"> 1. WAVTEQ to support the goals of the LA International Commerce Master Plan (\$180,580) from the LED Fund. 2. KPMG to providing assistance, analyses, evaluations, advice, and recommendations to LED in formulating and assessing potential tax reforms (\$128,317) from the LED Fund. 3. Contract with the LSU Office of Sponsored Programs to provide economic impact studies and analysis reports as requested by LED (\$78,500) from the LED Fund. 4. Taylor Porter providing professional legal services, legal advice and legal representation needed regarding compliance with LA public records law in the matter of "Kinney et al V. Stephen Moret" (\$46,640) from SGF. 5. GCR Inc. providing support of LED's existing intranet site and other projects (\$42,070) from SGF. 6. Funding for various professional service contracts funded from SGR (\$29,905) and the LED Fund (\$80,074). 	\$118,615	\$0	\$0	\$3,729,042	\$0	\$0	\$3,847,657
CF 11	05 - 252 Economic Development Business Development	The purpose of this BA-7 request is to carry-forward \$232,628 in SGF, \$130,167 in SGF, and \$2,057,935 in statutorily dedicated funds to pay regional economic development organizations throughout the state and for various professional service contracts and services provided to the Office	\$232,628	\$0	\$130,167	\$2,057,935	\$0	\$0	\$2,420,730

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		<p>of Business Development. The sources of the SGR are auditing fees and business development fees. The sources of the statutorily dedicated funds are the LA Economic Development (LED) Fund (\$2,016,795) and the Entertainment Promotion & Marketing Fund (\$41,140).</p> <p>The following regional economic development organizations will receive funding from the Rapid Response Fund through this BA-7: Greater New Orleans, Inc. (\$256,958), Central LA Economic Development Alliance (\$85,661), North LA Economic Alliance (\$120,000), South LA Economic Council (\$63,625), Acadiana Economic Development Council, Inc. (\$81,158), Greater Baton Rouge Economic Partnership (\$150,288), Southwest LA Partnership for Economic Development (\$120,000), and the North LA Economic Partnership (\$159,422).</p> <p>The remaining \$1,383,618 in the BA-7 request funds the following items:</p> <ol style="list-style-type: none"> 1. WAVTEQ to support the goals of the LA International Commerce Master Plan by increasing exposure in key international markets and regions (\$190,500) from SGF. 2. Various contracts with universities and economic development entities providing technical assistance to small and emerging businesses (\$787,505) from the LED Fund. 3. Various contracts for legal services (\$96,557) from the LED Fund (\$55,417) and the Entertainment Promotion & Marketing Fund (\$41,140). 4. Forensic Accounting Solutions, LLC for forensic and other professional accounting services needed in connection with tax credit programs administered by the Office of Entertainment Industry Development within LED (\$52,500) from SGR. 5. Funding for various professional service contracts funded from SGF (\$42,128), SGR (\$77,667) and the LED Fund (\$136,761). 							
CF 12	06 - 261 Culture, Recreation & Tourism Office of Secretary	<p>The purpose of this carry-forward BA-7 is to allow the LA Seafood Promotion & Marketing Board (LSPMB) to utilize BP funds that are earmarked to promote the LA seafood industry in the wake of the BP oil spill. The grant funds were available in FY 14 and will be carried forward into FY 15 to fund marketing and promotion efforts. Of the total amount requested, \$148,119 will come from the BP - Deepwater Horizon Settlement Grant and \$152,050 will come from the Wildlife and Fisheries Foundation. The funding from Wildlife & Fisheries is a result of the transfer of the LSPMB from Wildlife & Fisheries to Culture, Recreation & Tourism in FY 14.</p>	\$0	\$0	\$300,169	\$0	\$0	\$0	\$300,169

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CF 13	06 - 264 Culture, Recreation & Tourism State Parks	<p>The purpose of this BA-7 request is to carry-forward IAT budget authority (FEMA reimbursements via GOHSEP) in FY 15 related to expenses incurred during the aftermath of hurricanes Katrina and Gustav for the Office of State Parks.</p> <p>Funding in the amount of \$148,888 is for the replacement of building contents from the group campground at Fontainbleau State Park. Items cannot be purchased until the facilities housing the damaged items have been rebuilt. The Office of State Parks is still in discussions with FEMA, Army Corps of Engineers, Facility Planning & Control, and others regarding the rebuilding of structures that were damaged or destroyed during Hurricane Katrina.</p> <p>Funding in the amount of \$441 is for expenditures incurred at Lake Bistineau State Park as a result of Hurricane Gustav. Funds were not completely expended due to ongoing construction at the park.</p>	\$0	\$149,329	\$0	\$0	\$0	\$0	\$149,329
CF 14	06 - 264 Culture, Recreation & Tourism State Parks	<p>The purpose of this carry-forward BA-7 is to provide funding for contracts and purchase orders that could not be completed before 6/30/2014. The funding comes from SGF and Federal.</p> <p>The SGF funding will be dispersed as follows:</p> <p>\$3,305 to Vinson Uniforms for uniforms that are currently backordered with no set date to be received.</p> <p>\$3,391 to Com-Net Services, LLC for phone and data line installations at Bayou Sagnette State Park that were completed on 7/3/2014. The starting date for the installations was 6/3/2014.</p> <p>\$12,812 to Dell Marketing LP for WIFI upgrade DSL to various state park sites.</p> <p>\$5,780 to Louisiana Network Communications, LLC for radio and banner advertising placements for State Parks.</p> <p>\$1,280 to Ballard CLC, Inc. for design and management of the waterline installation and extension from Chicot State Park to LA State Arboretum.</p> <p>The Federal funding will be dispersed as follows:</p> <p>\$17, 942 to GreenPlay CLC, Inc. for preparation of the Louisiana Statewide Comprehensive Outdoor Recreation Plan (SCORP) in compliance with</p>	\$26,568	\$0	\$0	\$0	\$0	\$20,942	\$47,510

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		Federal Land & Water Conservation Fund guidelines. SCORP identifies recreational needs and issues existing throughout LA state parks while providing information for determining the distribution of federal grant funds.							
		\$3,000 for Armor Interactive to maintain web-based programs for the management of the State's Land & Water Conservation Fund recreation areas.							
CF 15	06 - 265 Culture, Recreation & Tourism Cultural Development	The purpose of this BA-7 request is to carry-forward the remaining amount of a legal contract with Taylor, Porter, Brooks, & Phillips. On 8/13/2013, the Office of Cultural Development and Taylor, Porter, Brooks, & Phillips entered into a contractual agreement in the amount of \$30,000 to represent the Office of Cultural Development in the Seven Arts Pictures v. State of Louisiana, Department of Culture, Recreation & Tourism, et al lawsuit. The associated costs of services rendered as of 6/30/2014 was \$24,794.	\$0	\$0	\$5,206	\$0	\$0	\$0	\$5,206
CF 16	06 - 267 Culture, Recreation & Tourism Tourism	This carry-forward BA-7 is for funds related to a pass through with the the 2014 Essence Music Festival. The event is held annually during the 4th of July weekend and the final report and deliverables cannot be obtained before 6/30/2014. The total contract for the Essence Festival is \$948,112 of which \$850,000 has been paid.	\$0	\$0	\$98,112	\$0	\$0	\$0	\$98,112
CF 17	06 - 267 Culture, Recreation & Tourism Tourism	<p>The purpose of this BA-7 is to carry-forward \$80,000 in IAT funds to continue the Gulf States Geotourism Strategy Public Lands Highway Discretionary Program that began in FY 11 with an initial budget of \$330,000. This funding is for the Office of Tourism to complete the development and planning of the Geotourism Strategy and Marketing Plan for the states affected by the 2010 Deep Water Horizon oil spill. The federal funding for the plan is currently available and the Office of Tourism has entered into a cooperative endeavor agreement with DOTD for the period of 5/1/2012 to 11/30/2014.</p> <p>The funding will be distributed as follows:</p> <p>\$49,000 - CRT is currently negotiating a \$49,000 contract with the Southeastern Tourism Society (STS) to act as coordinator for the Regional Geotourism Council, which is composed of 2 members from each of the 4 state councils. STS will be responsible for the development of training materials that regional council members can use to train volunteers and members of their state councils. Materials developed by STS include how</p>	\$0	\$80,000	\$0	\$0	\$0	\$0	\$80,000

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		to recruit and train volunteers, orientation materials for use by council members, protocols and procedures for ongoing information gathering, and public outreach. Each state has created a State Geotourism Council of up to 10 members. Two members from each of the 4 state councils make up the Regional Geotourism Council. The regional council will manage and administrate the marketing plans, public relations strategy and coordinate the multi-state efforts to rebuild the region's attractiveness as a destination for national and international travel markets.							
		\$31,000 - The remaining \$31,000 will be divided equally (\$7,750) between each of the 4 states. The states will use the funds to contract with a non-profit to oversee, along with the state councils, implementation of the regional policies and procedures developed by the Southeastern Tourism Society.							
CF 18	07 - 273 Transportation & Development Administration	<p>The purpose of this BA-7 request is to carry-forward Statutory Dedications Transportation Trust Fund - Regular funds in the Administration Agency, Office of Management & Finance, from FY 14 into FY 15 to pay for bonafide expenditure obligations that were not liquidated prior to the close of the fiscal year.</p> <p>Office of the Secretary - \$70,000</p> <p><i>Professional Services - \$70,000</i> \$70,000 - Nossaman, LLP - Provides for expert legal services in the area of procurement. The contract associated with these expenses is for the period of 4/7/2014 through 1/5/2017.</p> <p>Office of Management & Finance - \$1,856,808</p> <p><i>Professional Services - \$1,856,808</i> \$256,037 - Dye Management Group - Provides for continuing post-LaGov implementation support. These expenses were incurred under a contract extension to include the period of 1/1/2014 through 12/31/2014. \$1,600,771 - Access Sciences Corporation - Provides for records management improvement support. The contract associated with these expenses is for the period of 9/1/2013 through 8/31/2014.</p>	\$0	\$0	\$0	\$1,926,808	\$0	\$0	\$1,926,808
CF 19	07 - 276 Transportation & Development Engineering & Operations	<p>The purpose of this BA-7 request is to carry-forward funds in the Engineering & Operations Agency from FY 14 into FY 15 to pay for bonafide expenditure obligations that were not liquidated prior to the close of the fiscal year.</p>	\$0	\$1,289,984	\$78,742	\$7,426,655	\$0	\$0	\$8,795,381

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		<p>Engineering Program - \$1,845,731 Statutory Dedications (\$1,655,676 - TTF Federal and \$190,055 TTF Regular)</p> <p><i>Professional Services - \$1,655,676 TTF Federal</i></p> <p>\$176,000 – LSU – Research chemical characterization of asphalts related to their performance. (12/1/2012 - 11/1/2014).</p> <p>\$285,000 – Oklahoma State University - Provide LA’s contribution to a joint, multi-state contract to develop three new capabilities for the existing pavement design software DaRWin-ME. The research project seeks to develop a module for Falling Weight Deflectometer data processing and storage, to conduct preliminary fieldwork to assess the viability of using next-generation data collection technology for local calibration, and to provide enhanced quality of climatic data for participating states (8/9/2012 - 8/31/2014).</p> <p>\$440,000 - LSU - Research and report on pavement materials and characterization (5/29/2012 - 6/30/2015).</p> <p>\$716,000 – University of New Orleans – Provides for administration of the LA Transportation Research Center, external Funding Program (5/6/2011 - 6/30/2015).</p> <p>\$38,676 – LA Tech University – Complete research on the Highway for Life Demonstration Project: LA 511 (70th Street) (12/19/2013 - 6/14/2015).</p> <p><i>Acquisitions - \$190,055 TTF Regular</i></p> <p>\$190,055 – Purchase one Universal Testing Machine used in asphalt and materials testing (P.O. dated 6/20/2014).</p> <p>Multimodal Planning Program – \$2,790,452 (\$1,289,984 IAT and \$1,500,468 Statutory Dedications – TTF Federal)</p> <p><i>Professional Services - \$2,790,452</i></p> <p>\$1,289,984 IAT – LSU – Provide crash data entry, analysis and imaging statewide (10/1/2013 - 9/30/2016). The source of the IAT funds is via the Highway Safety Commission from Federal Direct receipts provided by the Federal Highway Administration.</p> <p>\$1,500,468 – Fugro Roadware, Inc. – Provides for the collection and quantification of digital right-of-way and pavement images to collect pavement distress data statewide (contract extension initiated on 10/16/2013).</p> <p>Operations Program - \$4,159,198 (\$78,742 SGR, \$4,080,456 Statutory Dedications - TTF Regular)</p> <p><i>Operating Services - \$46,000 Statutory Dedications - TTF Regular</i></p> <p>\$46,000 – N.E. Bridge Contractors, Inc. – Rental of an Aspen Aerial UB-50 bridge inspection unit (P.O. date 7/9/2013).</p>							

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		<p><u>Supplies</u> - \$2,180,801 Statutory Dedications - TTF Regular</p> <p>\$22,579 – Eunice Coastal Culvert & Supply, Inc. –Pipe culverts and pipe bands (P.O. date 6/2/2014).</p> <p>\$185,118 – Black Forest Products, Inc. – Pile and structural timber (4 P. O.’s, 2 dated 4/25/2014 and 2 dated 6/2/2014).</p> <p>\$406,250 – Port Aggregates, Inc. – Precast concrete bridge sections (3 P. O.’s, 1 dated 4/4/2014 and 2 dated 5/22/2014).</p> <p>\$1,208,412 – Waskey Bridges, Inc. – Precast concrete bridge sections and guardrails (6 P.O.’s dated 4/4/2014, 5/16/2014, 6/2/2014 and 3 on 6/3/2014).</p> <p>\$31,905 – J.D. Fields & Company, Inc. – Steel pilings (P.O. date 6/3/2014).</p> <p>\$15,510 – Matheus Lumber Company, Inc. – Structural timber (P.O. date 4/10/2014).</p> <p>\$7,520 – Bayou State Fasteners – Bolts (P.O. date 5/29/14).</p> <p>\$276,858 – Regal Piling Solutions, LLC – Steel pilings (P.O. date 6/2/2014).</p> <p>\$3,879 – Scott Equipment Company, LLC – Linkbelt kit parts (P.O. date 6/9/2014).</p> <p>\$10,561- Nasco Industries, Inc. - Rainwear (P.O. date 6/6/2014).</p> <p>\$7,649 – Sunwest Group of Companies – Fluorescent safety vests (P.O. date 5/14/2014).</p> <p>\$4,560 – Xcessories Squared, Inc. – T-Aluminum sign braces (P.O. date 3/27/2014).</p> <p><u>Professional Services</u> - \$14,183 Statutory Dedications - TTF Regular</p> <p>\$14,183 – IEM, Inc. – Emergency planning, exercise and response (P.O dated 5/15/2014).</p> <p><u>Other Charges</u> - \$1,838,274 (\$78,742 SGR, \$1,759,532 Statutory Dedications - TTF Regular)</p> <p>\$373,389 – W.L. Bass Construction, Inc. – Drainage improvements and culvert rehabilitations, various routes in City of Monroe (P.O. date 6/12/2014).</p> <p>\$198,948 – Ben Allen, Inc. – Drainage improvements on LA 585, West Carroll (P.O. date 6/12/2014).</p> <p>\$337,860 – WL Bass Construction, Inc. – Drainage improvements and culvert rehabilitations, various routes in Morehouse, West Carroll, East Carroll (P.O. date 6/12/2014).</p> <p>\$316,201 – Amethyst Construction, Inc. – Drainage improvements on LA 544, Lincoln (P.O. date 6/5/2014).</p> <p>\$99,777 – Chad Pody Construction Co., LLC – Drainage improvements on LA 150, Lincoln (P.O. date 6/12/2014).</p> <p>\$46,814 – Camo Construction Co., Inc. – Drainage improvements on LA 3012, Lincoln (P.O. date 6/23/2014).</p> <p>\$49,000 – John Bailey Contractor, Inc. – Patching of Portland Cement Concrete (PCC) pavement on I-10, Lake Charles district (P.O. date</p>							

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		6/26/2014). \$268,075 – Parsons Brinckerhoff, Inc. – Management services for disaster cost recovery (P.O. Dated 1/16/2014). \$148,210 (\$78,742 SGR, \$69,468 TTF – Regular) – Kort’s Construction Svcs, Inc. – Drainage improvements to US 190, Livingston (P.O. Dated 5/8/2014) <i>Acquisitions - \$79,940 Statutory Dedications - TTF Regular</i> \$13,703 – Apex Pinnacle Corp - Purchase of 9 hitch-mounted salt spreaders (P.O. date 6/20/2014). \$66,237 – Scott Equipment Company, LLC. – Purchase of linkbelt kit lower and upper counter weights (P.O. date 6/9/2014).							
CF 20	08A - 400 Corrections Administration	<p>The purpose of this BA-7 request is to carry forward SGF (\$635,606) and IAT (\$468,487) within Corrections Administration for the following:</p> <p>\$22,841 - IAT funding from the Transportation Trust Fund-Regular (TTF-R) via DOTD for a van through the Project Clean Up Contract to provide transportation of offenders to and from the worksites. The order for the Chevy Express was placed on 3/17/2014. Due to the GM recall, production was halted and the van was not delivered by 6/30/2014.</p> <p>\$22,841 - IAT funding from TTF-R via DOTD for a van through the Project Clean Up Contract to provide transportation for security and offenders to and from the worksites. The order for the Chevy Express was placed on 3/19/2014. Due to the GM recall, production was halted and the van was not delivered by 6/30/2014.</p> <p>\$578,447 - SGF funding for the Offender Management System (OMS) by METHODS Technology Solutions, Inc. The project included the design, development, and implementation of the OMS. A balance of \$578,447 remains and the term of the contract is from July 1, 2012 through June 30, 2014. The original date of implementation was set for August 2014 but the new date is October 2014.</p> <p>\$422,805 - IAT funding (FEMA via the Governor’s Office of Homeland Security & Emergency Preparedness) for implementation of the OMS by METHODS Technology Solutions, Inc. for process programming and hardware. The original date of implementation was set for August 2014 but the new date is October 2014.</p> <p>\$50,351 - SGF funding for medical items for offender health care at LA State Penitentiary, Elayn Hunt Correctional Center, Dixon Correctional Center, and Avoyelles Correctional Center. The order was placed on 5/27/2014 with Cardinal Health for the defibrillator, resuscitation</p>	\$635,606	\$468,487	\$0	\$0	\$0	\$0	\$1,104,093

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		electrode and rechargeable lithium ion battery pack. The items were no longer available from the original distributor and had to be ordered from another distributor who could not ship the items by 6/30/2014.							
		\$6,808 - SGF funding for 4 vital sign monitors for offender health care at LA State Penitentiary, Elayn Hunt Correctional Center, Dixon Correctional Center, and Avoyelles Correctional Center. The order was placed on 5/28/2014 with Medline Industries for the vital monitors. Several items were not available from the distributor in order for the items to be shipped by 6/30/2014.							
CF 21	08A - 413 Corrections Elayn Hunt Correctional Center	The purpose of this BA-7 request is to carry-forward SGF in the amount of \$3,530 for the removal and replacement of 4 exhaust fans at Elayn Hunt Correctional Center. The contract for the project was signed on 4/4/2014 and is scheduled to be completed on 7/7/2014.	\$3,530	\$0	\$0	\$0	\$0	\$0	\$3,530
CF 22	08A - 415 Corrections Adult Probation & Parole	<p>The purpose of this BA-7 request is to carry-forward funds as follows:</p> <p><u>Supplies:</u> \$74,663 (SGF) for ammunition that will be used by the Probation & Parole Academy, post-certification, training and Probation & Parole field officers. The order for 800 cases was placed on 8/29/2013 and only 41 cases have been received by 6/30/2014. The vendor states that there is a nationwide 12 month shortage from the manufacturer.</p> <p><u>Acquisitions:</u> \$327,379 (SGF) for vehicles that will be used by Probation & Parole agents. The order for the 16 Chevy Impalas was placed on 3/18/2014. Due to an excessive number of recalls by the manufacturing company, vehicles were not delivered by 6/30/2014.</p> <p>\$499,979 (SGR) for laptops and carrying bags that will replace existing Windows laptops and will be used by Probation & Parole agents. The order for the 733 laptops and carrying bags was placed on 6/24/2014 and was not delivered by 6/30/2014.</p>	\$402,042	\$0	\$499,979	\$0	\$0	\$0	\$902,021
CF 23	08B - 418 Public Safety Management & Finance	<p>The purpose of this BA-7 request is to carry-forward funds as follows:</p> <p>Administration - \$773,697 (\$673,500 IAT & \$100,197 SGR) <u>Supplies</u> - \$17,704 (SGR) for State Police Honor Guard uniforms. The order is for 40 blouses, which cost \$442.61 each. Personnel changes within State Police resulted in a later delivery date for the manufacturer.</p>	\$0	\$673,500	\$100,197	\$0	\$0	\$0	\$773,697

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		<p>The order was placed on 6/5/2014 and is expected to arrive in August 2014.</p> <p><i>Supplies</i> - \$5,993 (SGR) to repair malfunctioning access controls in the lobby of the Management & Finance Building. The vendor has experienced issues with the hardware for the controls. The contract began in September 2013 and is expected to be finished in October 2014</p> <p><i>Other Charges</i> - \$750,000 for the SharePoint development project which will contain task order workflow, real-time statistics with databases, and mobile app development. The project is to provide technically qualified personnel to assist the state on a broad range of projects that vary in size and in areas of continued and efficient use of Information Technology. The project has been delayed by the vendors due to a lack of developer and programming staff. The project is being handled by 2 vendors. The first vendor, GCR, Inc., is receiving \$650,000. Of the \$650,000, \$611,000 is IAT funding from GOHSEP and \$39,000 is SGR funding. The second vendor, Geocent, L.L.C., is receiving \$100,000 with \$62,500 in IAT funding from GOHSEP and \$37,500 in SGR funding. The funding from GOHSEP is through various federal grants, which meet certain federal grant requirements. The contract began 5/30/2014 and will end 5/29/2015.</p>							
CF 24	08B - 419 Public Safety State Police	<p>The purpose of this BA-7 request is to carry-forward funds as follows:</p> <p>Traffic Enforcement - \$27,240 (IAT)</p> <p><i>Supplies</i> - \$27,240 for light pole and fixture installation at the Baptist (near Hammond) weigh station. The pole needed to be replaced after it was destroyed by a car crash. The order was placed on 6/2/2014 and was unable to be completed as a result of vendor delays. The light pole should be installed by August 2014.</p> <p>Operational Support - \$210,899 (\$155,750 IAT & \$55,149 SGR)</p> <p><i>Supplies</i> - \$31,562 (SGR) for blood and urine specimen/post-mortem kits made specifically for the State Police Crime Lab. The kits are ordered throughout the year due to expiration dates. The kits take 6 to 8 weeks to manufacture. The kits were ordered in May 2014 and should be received in August 2014.</p> <p><i>Supplies</i> - \$13,987 (SGR) for DNA collection kits that are supplied to LA law enforcement statewide. The kits contain barcodes specifically related to the State Police Crime Lab. The kits were ordered 5/5/2014 and should be received in August 2014.</p> <p><i>Supplies</i> - \$9,600 (SGR) for proficiency tests for yearly accreditation requirements. The tests were ordered 3/19/2014 and should be received in September 2014.</p> <p><i>Other Charges</i> - \$152,750 (IAT) for tower relocation and associated hardware in Gray, LA, near Troop C, which will add coverage to an area not presently covered by the LWIN system. The delay was due to problems</p>	\$0	\$182,990	\$55,149	\$0	\$0	\$0	\$238,139

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		with weather and processing of licenses and permits. The area is without LWIN coverage at the moment and will be until the tower is brought online. The estimated completion date is 8/15/2014.							
CF 25	08B - 422 Public Safety State Fire Marshal	<p>The State Fire Marshal is requesting approval to carry-forward \$250,000 IAT and \$297,179 statutorily dedicated LA Fire Marshal Fund for the redesign of the State Fire Marshal’s computer system, a cooperative endeavor agreement with the city of Westwego, and personnel uniforms. The expenditures are as follows:</p> <p><i>Professional Services</i> - \$250,000 (IAT) for a contract to create a web-based system to replace the current SMART system for licensing, investigations, fines, and other uses for the Office of State Fire Marshal. The source of IAT is FEMA Hazard Mitigation Grant funds from the Governor’s Office of Homeland Security and Preparedness (GOHSEP). The contract began 4/1/2014 and will end 6/30/2015. Due to technical reviews, the contract was delayed 1 month. Each division of the State Fire Marshal’s office needed to review and understand how the system will work.</p> <p><i>Other Charges</i> - \$225,000 from the LA Fire Marshal Fund for the cooperative endeavor agreement with the City of Westwego. The city is still being reimbursed for the planning of a new fire station. The agreement was delayed as a result of the first version of the agreement not getting approval from the Office of Contractual Review. A subsequent agreement was approved on 2/21/2014. The agreement will end on 4/30/2015.</p> <p><i>Other Charges</i> - \$72,179 from the LA Fire Marshal Fund for uniforms for Fire Marshal deputies. The order consisted of 220 trousers and 2 types of shirts and 110 jackets, rain pants, dress hats, hat badges, name plates, rank insignia pins, neckties, and shoulder covers. Each deputy receives 4 Class B uniforms, 2 Class A uniforms, and 1 set of accessories for Class A and B uniforms. Class A uniforms consist of a pant, long sleeve shirt, and short sleeve shirt. Class A accessories consist of a rain coat, rain pant, dress hat, badges, name plate, rank insignia, necktie, and shoulder cover. Class B uniforms consist of a pant, undershirt, and short sleeve shirt. Class B accessories include a cap, belt, and winter coat. The cost of Class A uniforms is \$190 and accessories are \$391. The cost of Class B uniforms is \$126 and accessories are \$150. The uniforms were ordered on 6/28/2014 and are expected to arrive in August 2014.</p>	\$0	\$250,000	\$0	\$297,179	\$0	\$0	\$547,179
CF 26	08B - 424 Public Safety Liquefied Petroleum Gas Commission	<p>The purpose of this BA-7 request is to carry-forward funds as follows:</p> <p><i>Acquisitions</i> - \$94,500 (Liquified Petroleum Rainy Day Fund) for software</p>	\$0	\$0	\$0	\$94,500	\$0	\$0	\$94,500

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		for an online liquefied petroleum (LP) gas licensing system that will replace the manual functions currently undertaken by the agency. The online system will give the LP Gas industry the ability to complete and renew LP Gas applications online. The order was placed on 1/23/2014 and was delayed based on the vendor upgrading the product. The completion date of the new system is 9/22/2014.							
CF 27	09 - 307 Health & Hospitals Office of Secretary	The purpose of this BA-7 request is to carry-forward \$10,920 in funding in DHH, Office of the Secretary from FY 14 to FY 15 to pay for a contract between the Health Education Authority of LA (an Auxiliary within OS) and the LA Legislative Auditors Office. The Health Education Authority of LA (HEAL) entered into the contract for audit services for multiple fiscal years (2012, 2013, 2014, and 2015). Information provided by the Office of the Secretary indicates the deliverables for FY 12 and FY 13 are completed, but invoices for these services will not be available prior to the close of the fiscal year. The source of funding is SGR generated from a parking garage in New Orleans operated by HEAL.	\$0	\$0	\$10,920	\$0	\$0	\$0	\$10,920
CF 28	09 - 310 Health & Hospitals Northeast Delta Human Services District	<p>The purpose of this BA-7 request is to carry-forward Interagency Transfer (IAT) authority from FY 14 into FY 15 to pay for bonafide expenditure obligations that were not liquidated prior to the close of the fiscal year. The funds are sent from the Office of Behavioral Health and the original source is SGF.</p> <p>The budget authority associated with this request is associated with the repair of the heating units at 2 clinics operated by the human services district. At the Monroe Clinic, the work consists of replacing 2 large fan coil units and three small ones at a cost of \$11,900. At the Columbia Clinic, the work consists of replacing 4 small fan coil units at a cost of \$8,100. The expenses are categorized as Other Charges expenditures for purchase orders issued on 6/17/2014.</p>	\$0	\$20,000	\$0	\$0	\$0	\$0	\$20,000
CF 29	09 - 320 Health & Hospitals Aging & Adult Services	The purpose of this BA-7 request is to carry-forward \$65,856 in Title 19 Medicaid IAT at the Villa Feliciano Medical Complex. The original source of IAT funding is 100% federal Electronic Health Records (EHR) Incentive Payment Program funding from the Centers for Medicare & Medicaid Services (CMS). The EHR Incentive Payment Program provides incentive payments to eligible professionals and eligible hospitals that adopt, implement, upgrade or demonstrate meaningful use of certified EHR technology. EHR incentive payments do not represent a reimbursement for monies spent on EHR technology. Villa Feliciano will use these incentive payment funds for the purchase of a specialized handicap van as well as	\$0	\$65,856	\$0	\$0	\$0	\$0	\$65,856

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		two ECG/EKG machines, a lift with scales, and chairs for the dining room and offices. All purchases will be used for direct patient care. Expenditures for this BA-7 request are as follows: <u>Supplies (\$21,236)</u> A patient lift with a 700 lb. capacity scale (\$3,924). Two electrocardiograph (ECG/EKG) system machines (\$8,100). Both the lift and ECG/EKG machines were ordered on 6/26/2014 from McKesson Medical Surgical Supply Inc. but were not received by 6/30/2014. Chairs for offices (\$1,717) and the dining room (\$7,495) were ordered on 6/19/2014 from Staples but were not received by 6/30/2014. <u>Other Charges (\$44,620)</u> A Starcraft Allstar (Ford E-350) specialized 8-passenger handicap van with 2 wheelchair spaces that accommodate wide wheel chairs. The van was ordered on 3/27/2014 from Transportation South Inc. but was not received by 6/30/2014.							
CF 30	09 - 325 Health & Hospitals Acadiana Area Human Services District	<p>The purpose of this BA-7 request is to carry-forward SGF authority from FY 14 into FY 15 to pay for bonafide expenditure obligations that were not liquidated prior to the close of the fiscal year.</p> <p>The budget authority associated with this request is associated with labor, repairs and materials at 2 facilities operated by the human services district. At the Tyler Behavioral Health Unit, the work consists of labor and materials for floor repairs at a cost of \$13,450. At the Crowley Behavioral Health Unit, the work consists of labor and materials to caulk windows at a cost of \$11,940. The expenses are categorized as Other Charges expenditures for purchase orders issued on 6/16/2014.</p>	\$25,390	\$0	\$0	\$0	\$0	\$0	\$25,390
CF 31	09 - 330 Health & Hospitals Behavioral Health	<p>The purpose of this BA-7 request is to carry-forward SGF authority from FY 14 into FY 15 to pay for bonafide expenditure obligations that were not liquidated prior to the close of the fiscal year as follows:</p> <p>Administration and Support Program - \$4,240</p> <p><u>Operating Services - \$4,240</u> \$4,240 - Covisint Corporation - Provides for one-time pricing of provider link service configuration and to set up the OBH continued stay review work flow system to include incoming fax workflow along with the internal and external message workflow systems to electronically manage certain processes, eliminating the need for paper. The original Purchase Order (P. O.) was issued on 2/13/2014.</p>	\$160,944	\$0	\$0	\$0	\$0	\$0	\$160,944

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		Behavioral Health Community Program - \$125,495							
		<i>Professional Services - \$10,400</i> \$10,400 - Bryan Russell, Architect - Provides for the balance of a contract to prepare general specifications to repair the roof at the Columbia Health Clinic. The contract was initiated on 6/17/2014.							
		<i>Other Charges - \$95,095</i> \$3,007 - St. Tammany Alliance for the Mentally Ill - Provides for the balance of contract services for residential projects to serve adults with mental illness and/or co-occurring disorders who are currently homeless. The contract period extends from 7/1/2013 through 6/30/2014. \$22,766 - LA Federation of Families for Children's Mental Health - Provides for the balance of contract services providing training and fiscal support services to families and serve as fiduciary for the Children's Behavioral Health Summit. Service delivery was initially delayed due to a delay in the approval of a waiver by the Centers for Medicare and Medicaid Services (CMS). The contract period extends from 7/1/2013 through 6/30/2014. \$3,382 - St. Tammany for the Mentally Ill, Inc. - Provides for the balance of contract services for the provision of education and support services for individuals with mental health and co-occurring disorders in St. Tammy parish and surrounding locations. The contract period extends from 7/1/2013 through 6/30/2016. \$3,842 - St. Tammany for the Mentally Ill, Inc. - Provides for the balance of contract services for the provision of peer support services within the adult acute and child/youth units at Northlake Hospital (formerly SELH). The contract period extends from 7/1/2013 through 6/30/2016. \$62,098 - Families Helping Families, EBR - Provides for the balance of contract services for families and youths participating on the state coordinating council and other Coordinated System of Care (CSOC) committees and workshops. Contract activities were initially delayed due to a delay in the approval of a waiver by CMS. The contract period extends from 1/1/2012 through 6/30/2014.							
		<i>Interagency Transfer - \$20,000</i> \$20,000 - Northeast Human Services Authority - Provides IAT funding to repair the heating units at the Monroe and Columbia Clinics (see corresponding BA-7 #CF-28).							
		Hospital Based Treatment Program - \$31,209							
		<i>Operating Services - \$14,006</i> <i>Other Charges - \$17,203</i> \$3,544 - GM Cable Contractors, Inc. - Provides for emergency repair of a fiber optic cable damaged by natural occurrence on 6/26/2014. \$15,437 - GenPro, LLC. - Provides for the installation of a new 20 KW							

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		diesel powered standby generator at the CRU patient building at Eastern LA Mental Health System (ELMHS). The original P.O. was issued on 6/3/2014. \$8,085 - Town of Jackson - Provides for service and repairs to damaged reactors at the sewer treatment plant oxidation pond jointly utilized by ELMHS, Dixon Correctional Institute (DCI) and the Town of Jackson. Expenses associated with the operation and maintenance of the plant are coordinated and jointly allocated between the three entities. The original P.O. was issued on 5/21/2014. \$4,143 - Daikin Applied Americas, Inc. - Furnishes equipment needed to connect existing piping to rental equipment to bring the Magnolia chiller at ELMHS into operation until a condenser water pump can be replaced. The custom fabrication of the new water pump will not be completed until 7/21/2014. The original P.O. was issued on 6/27/2014.							
CF 32	09 - 340 Health & Hospitals OCDD	<p>The purpose of this BA-7 request is to carry-forward \$48,803 in Title 19 Medicaid IAT funds at the Pinecrest Supports & Services Center. The IAT funds are for the purchase of various medical supplies and medical equipment as well as major repairs at both state-operated and privatized support and services centers.</p> <p>Expenditures for this BA-7 request are as follows:</p> <p><u>Supplies (\$8,608)</u> Various medical supplies were ordered on 5/19/2014. The agency received only a partial shipment and the remaining medical supplies were not received by 6/30/2014. The medical supplies on backorder include lithium batteries for defibrillators, nebulizers, tracheotomy tubes and humidifiers.</p> <p><u>Acquisitions (\$3,985)</u> Bed alarms were ordered on 6/19/2014 from Nurse Assist, Inc. and were not received by 6/30/2014. The alarms were delivered on 7/11/2014.</p> <p><u>Major Repairs (\$36,210)</u> Repairs to the wastewater plant that serves Pinecrest Support & Services Center, installation of new plumbing at Acadiana Region Support Center, and repairs to the natural gas lines at North Lake Supports & Services Center were completed before 6/30/2014. According to the contract, 10% of the cost of these projects was held as a retainage fee for 45 days. In addition, repairs to the sewer treatment plant at North Lake Support & Services Center will not be completed until August 2014.</p>	\$0	\$48,803	\$0	\$0	\$0	\$0	\$48,803

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	Natural Resources Office of Secretary	<p>The Department of Natural Resources, Office of the Secretary is requesting approval to carry-forward \$2,137,172 from the Oilfield Site Restoration Fund to provide for expenditures associated with 9 professional services contracts related to the restoration of orphaned well sites. The contractors anticipate completing the restoration work in FY 15.</p> <p>The agency is requesting approval to carry-forward the following amounts: 1) \$346,850 for a contract with Lawson Environmental that began March of 2013, with an original contract amount of \$896,850, which provides for restoration of orphaned well sites in Bay Marchand and Lake Raccourci Fields in Lafourche Parish. 2) \$125,000 for a contract with Lawson Environmental that began April of 2014, with an original contract amount of \$1,197,500, which provides for restoration of orphaned well sites in Lake Enfermer Fields in Lafourche Parish. 3) \$736,645 for a contract with Lawson Environmental that began June of 2014, with an original contract amount of \$736,645, which provides for restoration of orphaned well sites in Ascension Parish. 4) \$438,451 for a contract with Lawson Environmental that began June of 2014, with an original contract amount of \$438,451, which provides for well services in Bay St. Elaine Field in Terrebonne Parish. 5) \$257,000 for a contract with Boh Bros. Construction Co. that began May of 2014, with an original contract amount of \$339,500, which provides for navigational aid maintenance and the installation of navigational aids on orphan well sites. 6) \$81,750 for a contract with Faith Energy Caddo that began March of 2014, with an original contract amount of \$378,405, which provides for well services in Caddo Pine Island Field in Caddo Parish. 7) \$34,582 for a contract with Elm Springs that began February of 2014, with an original contract amount of \$345,820, which provides for restoration of orphaned well sites in various fields in Franklin and Richland Parishes. 8) \$30,394 for a contract with Elm Springs that began February of 2014, with an original contract amount of \$303,940, which provides for well services in Union Parish. 9) \$86,500 for a contract with Faith Energy Caddo that began June of 2014, with an original contract amount of \$86,500, which provides for adds more wells to be restored at the A. J. Hodges Industrial field.</p>	\$0	\$0	\$0	\$2,137,172	\$0	\$0	\$2,137,172
CF 34	12 - 440 Revenue Office of Revenue	<p>This carryforward BA-7 request includes professional services contractual obligations and/or equipment that will require payment in FY 15, though the appropriation was approved for FY 14. The request includes contracts within the Tax Collection program (\$5,266,327) and the Office of Alcohol and Tobacco Control (\$58,131).</p>	\$0	\$0	\$5,324,458	\$0	\$0	\$0	\$5,324,458

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		<p>The Tax Collection program carryforward amounts (in parentheses) include contracts related to the Office of Debt Recovery vendors Informatix, Inc., (\$60,650) and Wright Feigley Communications (\$43,500). The Revenue Processing Center contracts require carryforward amounts with Hannis T. Bourgeois, LLP (\$19,500), Fast Enterprises, LLC (\$2,704,030), and two contracts with Scan-Optics, LLC (\$940,106 and \$442,055) for services related to the processing of returns and data capture. Carryforward contracts also include one with the LA District Attorney Association (\$200,000) to assist in collection of NSF checks, Performant, Inc., (\$825,000) for services related to the amnesty program and Dell Marketing LLP (\$3,149 and \$28,337) for computer equipment acquisitions.</p> <p>The Office of Alcohol and Tobacco Control (ATC) is requesting carryforward funding for professional services contracts for outside legal services with Frank Perez (\$3,181), Roedel, Parsons, Koch, Blache, Baloff & McCollister (\$17,697) and Amanda G. Clark (\$37,253) related to permitting, certification, personnel legalities and legal appeals.</p>							
CF 35	13 - 850 Environmental Quality Office of Secretary	The purpose of this BA-7 request is to carry-forward \$63,397 in statutorily dedicated funds from the Environmental Trust Fund to pay for three vehicles. DEQ ordered 2 sedans from Gerry Lane Chevrolet and one pickup truck from Bill Hood Ford. The vehicles were ordered on 6/26/2014 and were not received by 6/30/2014.	\$0	\$0	\$0	\$63,397	\$0	\$0	\$63,397
CF 36	13 - 851 Environmental Quality Environmental Compliance	The purpose of this BA-7 request is to carry-forward \$249,327 in statutorily dedicated funds from the Environmental Trust Fund to pay for 10 vehicles (\$238,327) and for data program upgrade/technical support (\$11,000). DEQ ordered 2 SUVs from Premier Nissan, 2 pickup trucks from River City Ford, and 6 additional pickup trucks from Premier Automotive Products. The vehicles were ordered on 6/26/2014 and were not received by 6/30/2014. The vendor providing the data program upgrade/technical support was unable to complete these services by the end of the fiscal year due to technical difficulties.	\$0	\$0	\$0	\$249,327	\$0	\$0	\$249,327
CF 37	16 - 512 Wildlife & Fisheries Office of Secretary	The purpose of this BA-7 is to carry-forward expenditures for two custom built patrol boats with trailers. The engines shipped to the vendor were not the correct size and caused a delay that will push the completion of the boats past 6/30/2014. The carryforward expenditures will come from the Conservation Fund and the boats will be finished in FY 15.	\$0	\$0	\$0	\$120,908	\$0	\$0	\$120,908

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CF 38	17 - 562 Civil Service Ethics Administration	<p>The purpose of this BA-7 is to carry-forward funds associated with the agency's electronic filing system. Currently, the Ethics Administration has a contract with Methods Technology Solutions to create an import/export mechanism for the current online e-filing system for Campaign Finance and modifying existing forms to comply with the latest changes enacted in recent legislation and Board of Ethics recommendations. The contract began 4/1/2014 and will end 10/15/2014 with the amount of the contract totaling \$40,181.</p> <p>The remaining \$84,619 is for a legal services contract regarding pending litigation for the Board of Ethics in appellate court in respect to the Campaign Finance Disclosure Act.</p>	\$124,800	\$0	\$0	\$0	\$0	\$0	\$124,800
CF 39	19A - 671 Higher Education Board of Regents	<p>The purpose of this BA-7 request is to carry-forward \$105,920 in SGF to pay for the following 6 professional service contracts:</p> <ol style="list-style-type: none"> 1. Hometown Productions (\$14,000) - For production of public information announcements (video news releases) relative to LA's colleges. 2. David Ware (\$5,263) - For general legal services supporting the Board of Regents. 3. Firefly Digital Inc. (\$5,122) - For services related to management and publication of the Board of Regents website. 4. Kantrow, Spaht, Weaver & Blitzer (\$6,342) - For legal services related to the LA Optical Network Initiative (LONI). 5. Northwestern State University for eLearning Task Force (\$43,907). 6. Association of Governing Boards of Universities and Colleges (AGB) (\$31,286) - For a contract to assist the Board of Regents in locating and retaining a Commissioner of Higher Education. 	\$105,920	\$0	\$0	\$0	\$0	\$0	\$105,920
CF 40	19A - 620 Higher Education UL System	The purpose of this BA-7 request is to carry-forward \$91,951 in self-generated revenues from student tuition and fees to pay for 93 computers. ULM ordered the computers from Dell Marketing on 6/20/2014 and Dell delivered the computers on 7/1/2014.	\$0	\$0	\$91,951	\$0	\$0	\$0	\$91,951
CF 41	19B - 653 Special Schools & Comm.	The purpose of this BA-7 request is to carry-forward \$115,123 SGF for the LA Schools for the Deaf & Visually Impaired (LSDVI). Expenditures for	\$115,123	\$0	\$0	\$0	\$0	\$0	\$115,123

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		LA Schools for the Deaf & Visually Impaired							
		LSDVI has a purchase order with Union Service and Maintenance Co. (\$91,023) to replace an air handling unit in the Administration Building (Elementary Cafeteria) and a purchase order with Ike Smith Electric Shop Inc (\$24,100) to replace a high voltage electrical transformer at the PE football stadium.							
		The above items were not received prior to the end of the fiscal year.							
CF 42	19B - 655 Special Schools & Comm. LA Special Education Center (LSEC)	<p>The purpose of this BA-7 request is to carry-forward \$183,032 in IAT for the LA Special Education Center (LSEC). The source of funds is federal Medicaid funds from the Department of Health & Hospitals. The funds will be used for acquisitions as follows:</p> <p>LSEC has a purchase order with Kwalu (\$144,550) for furniture for the new boy's dormitory that is near completion. The furniture was ordered on 3/18/2014 and was not delivered prior to 6/30/2014. LSEC has a purchase order with Amazon (\$20,200) for 42 television sets for the new boy's dormitory. The televisions were ordered on 3/19/2014 and were not delivered prior to 6/30/2014. The original scheduled completion date for the dormitory was June 2014, so the furniture and televisions were ordered in March 2014. Because of delays in construction, the completion was pushed forward to FY 15. The agency did not have a place to store the ordered items, so the vendor was asked to hold off on deliveries until completion of construction.</p> <p>LSEC has a purchase order with Numotions for (\$18,282) for a power tilt wheelchair for one of the school's students. The wheelchair was ordered on 6/26/2014 and was not delivered prior to 6/30/2014.</p>	\$0	\$183,032	\$0	\$0	\$0	\$0	\$183,032
CF 43	19B - 673 Special Schools & Comm. N. O. Center for Creative Arts	<p>The purpose of this BA-7 request is to carry-forward funds within the NOCCA Instruction Program for the following obligations:</p> <p>Purchase order with The Hon Company (\$34,188) for 75 tables and chairs for students.</p> <p>Purchase order with AXI Education Solutions LLC (\$10,449) for delivery and installation of interactive white boards.</p> <p>The above items were ordered but not received prior to the end of the fiscal year.</p>	\$44,637	\$0	\$0	\$0	\$0	\$0	\$44,637

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CF 44	19D - 682 Elem. & Secondary Educ. Recovery School District	<p>This BA-7 request is to carryforward \$38,948,649 in the Recovery School District (RSD) for multi-year contracts for the construction/rebuilding of schools in New Orleans. The Interagency Transfers are FEMA funds from GOHSEP for Hurricane Katrina related expenses for school reconstruction and SGR are from Qualified School Construction Bond (QSCB) bonds. <u>The original carry-forward BA-7 submitted to the JLCB was amended by reducing SGR by \$3,244,279 and increasing IAT by a like amount.</u></p> <p>The following is a list of the contracts with specific companies which total \$38.9 M:</p> <p>\$286,230 - Byron J. Steward & Associates has (2) contracts with end dates of 10/17/2015 and 1/15/2017 to provide design and contract administration of Gentilly Terrace and McDonogh #32 refurbishments.</p> <p>\$29,355,000 - CORE Construction Services LLC has a contract with an end date of 5/20/2016 to furnish all materials, labor, supplies and equipment for the design build of Sherwood Forest Elementary School.</p> <p>\$117,266 - Duplantis Design Group has a contract with an end date of 10/17/2015 to provide for the design and contract administration for Agnes L. Bauduit Elementary School refurbishment.</p> <p>\$581,963 - Farnsworth Group LLC has 3 contracts with end dates of 4/30/2015, 11/30/2015 and 3/11/2015 for commissioning services for 7)new and renovated schools.</p> <p>\$81,887 - Hamilton Anderson Associates has 2 contracts with end dates of 12/5/2015 for design and contract administration of Edgar P. Harney and Thurgood Marshall schools.</p> <p>\$237,500 - Hamps Construction LLC has 3 contracts with end dates of 8/30/2014 for the relocation of playground equipment for the Fannie C. Williams, Lawrence D. Crocker and Parkview Elementary Schools.</p> <p>\$88,811 - Harry Baker Smith Architects has 2 contracts with end dates of 10/17/1205 and 10/16/2016 for design and contract administration of the Dwight D. Eisenhower school refurbishment and for various work associated with electrical, mechanical, civil and architectural repairs and improvements at Parkview, William T. Frantz, Woodson, Osborne, Lawrence C. Crocker, and Colton Elementary schools and John F. Kennedy High School.</p> <p>\$145,394 - Holly & Smith Architects LLC has a contract with an end date of 1/12/2016 for design changes for the new Phillis Wheatley Elementary School.</p> <p>\$799,785 - Jacobs Project Management Co. has a contract with an end date of 11/30/2016 for program/contract management encompassing planning support, community outreach, design management, construction management, field inspection services, project controls, administration and compliance monitoring for implementation of a multi-site facilities capital plan.</p> <p>\$291,912 - N-Y Associates has 4 contracts with end dates of 6/19/2016, 10/17/2015, and 1/15/2017 for design and contract administration of</p>	\$0	\$38,948,649	\$0	\$0	\$0	\$0	\$38,948,649

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		the Henry C. Schaumburg, Andrew Jackson, and Lafayette Elementary School refurbishments; and for design and contract administration of kitchen improvements at Walter L. Cohen and Sarah T. Reed High Schools, Andrew Jackson, Henry Allen and Dwight D. Eisenhower Elementary Schools, and Dr. Martin Luther King Jr. Charter School. \$691,750 - Rozas-Ward/AIA Architects Inc. has 2 contracts with end dates of 1/18/2015 and 6/20/2015 for design and contract administration of a new Edward Livingston High School; and a small New Orleans East High School at the Abramson site. \$267,065 - SCNZ Architects LLC has 4 contracts with end dates of 10/17/2015 and 1/15/2017 for design and contract administration of Albert Wicker, McDonogh #28, and Gaudet Elementary School refurbishments; and for design and contract administration of kitchen improvements at McDonogh #28, A.D. Crossman, Albert Wicker, Gentilly Terrace and Benjamin Benneker Elementary Schools. \$576,460 - Sizeler Thompson Brown has a contract with an end date of 1/18/2015 for design and contract administration of a new Alfred Lawless High School. \$218,275 - Smith Seckman Reid Inc. has a contract with an end date of 8/14/2016 for the renovation and construction of new Abrams, Alexander, Morial, Sherwood Forest and Tubman Elementary Schools. \$88,056 - Verges Rome Architects has 2 contracts with end dates of 9/16/2015 and 10/17/2015 for design services to determine the condition of the facilities (interior and exterior), make recommendations to stabilize facilities, and provide drawings for water barrier, ventilation, fire detection and secure openings and entryways. \$1,694,062 - Waggonner & Ball Architects has 3 contracts with end dates of 10/16/2016, 3/23/2015 and 8/15/2015 for design and contract administration of Abrams and Sherwood Forest Elementary Schools; and renovations to the Charles J. Colton Elementary School in accordance with new educational specifications. \$458,071 - Chenevert Architects has a contract with an end date of 1/18/2015 for design and contract administration of a new 2 section elementary school at Paul L. Dunbar school. \$217,020 - Farnsworth Group Inc. has 2 contracts with end dates of 4/30/2015 and 6/20/2015 for commissioning services for 5 new and 2 renovated schools; and to verify that all commissioned systems reflect the design standards, and project requirements, that systems are complete and functioning properly and that faculty and staff have adequate system documentation and training at Stuart R. Bradley, Dr. Charles Drew, and McDonogh #42 Elementary Schools, Sophie B. Wright Middle School and Frederick A. Douglass High School. \$963,159 - Mahlum Scairono Martinez LLC has a contract with an end date of 6/19/2016 for design and contract administration of the Harriet R. Tubman Elementary School renovation. \$105,834 - N-Y Associates has 2 contracts with end dates of 12/5/2015 and 1/15/2017 for design and contract administration of Henry Allen							

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		<p>School refurbishment and for design and contract administration of kitchen improvements at various RSD schools including Walter L. Cohen and Sarah T. Reed High Schools, Andrew Jackson, Henry Allen and Dwight D. Eisenhower Elementary Schools, and Dr. Martin Luther King Jr. Charter School.</p> <p>\$439,496 - Sizeler Thompson Brown has a contract with an end date of 1/18/2015 for design and contract administration of a new 3 section elementary school at Stuart R. Bradley school.</p> <p>\$151,869 - Smith Seckman Reid Inc. has a contract with an end date of 8/14/2016 for one renovated and four new elementary schools at Abrams, Alexander, Morial, Sherwood Forest and Tubman.</p> <p>\$908,830 - Waggonner & Ball Architects has a contract with an end date of 8/15/2015 to provide design and contract administration of the Ernest “Dutch” Morial School (PK-8).</p> <p>Approximately \$182,954 for 9 contracts totaling less than \$50,000 each are for various activities related to renovations and construction of schools in the RSD. The Legislative Fiscal Office can furnish a list of these contracts upon request.</p>							
CF 45	20 - 901 Other Requirements State Sales Tax Dedications	<p>This carryforward (CF) BA-7 request contains appropriations for state hotel/motel sales tax that is appropriated to the locality from which it was generated. The CF request is due to funds not yet classified or cost reports not yet submitted with regard to the Cooperative Endeavor Agreements. Most of this CF appropriation is expected to be reversed by the time the fiscal year books are closed. The CF request contains 40 funds with 15 containing amounts greater than \$50,000. The 15 largest CF requests total \$3.7M or 88% of the total CF request. The larger CF funds are Lafayette Visitor Enterprise Fund (\$965,224), Jefferson Parish Convention Center (\$929,244), East Baton Rouge Community Improvement Fund (\$513,820), West Calcasieu Community Center Fund (\$286,260), East Baton Rouge Centroplex (\$234,319), Tangipahoa Parish Tourist Commission Fund (\$131,735), West Baton Rouge Visitors Enterprise Fund (\$100,110), St. Mary Parish Visitors Enterprise Fund (\$92,444), Vernon Parish Community Improvement Fund (\$84,533), Lincoln Parish Visitor Enterprise Fund (\$61,734), Lincoln Parish Municipal Fund (\$60,808), Shreveport Riverfront and Convention Center Fund (\$57,763), Shreveport-Bossier City Visitors Fund (\$57,752), Vermilion Parish Visitor Enterprise Fund (\$52,050), and River Parishes Convention, Tourist & Visitors Enterprise Fund (\$51,940).</p>	\$0	\$0	\$0	\$4,179,332	\$0	\$0	\$4,179,332
CF 46	20 - 931 Other Requirements	<p>The purpose of this BA-7 request is to carry-forward \$1,932,250 in SGF and \$30,842,935 in statutorily dedicated funds to pay state commitments</p>	\$1,932,250	\$0	\$0	\$30,842,935	\$0	\$0	\$32,775,185

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	LED Debt Service / State Commitments	<p>for economic development projects throughout the state. The sources of the statutorily dedicated funds are the Rapid Response Fund (\$11,646,588) and the Mega-Project Development Fund (\$19,196,347). This BA-7 funds the following economic development commitments:</p> <p>1. Caddo-Bossier Parishes Port Commission (\$6,650,000) - Provides port infrastructure for Benteler steel to accommodate the establishment of a steel tube mill facility funded from the Mega-Project Development Fund.</p> <p>2. Benteler Steel & Tube Mfg. Corp - Provides an incentive package to establish a steel tube mill facility at the Port of Caddo-Bossier funded from the Mega-Project Development Fund (\$4,000,000) and the Rapid Response Fund (\$1,100,494).</p> <p>3. LA Tech Univ and CenturyTel, Inc - To locate and maintain CenturyTel's headquarters in Louisiana and maintain jobs and payroll funded from SGF (\$241,299), the Mega-Project Development Fund (\$3,300,000) and the Rapid Response Fund (\$1,526,413).</p> <p>4. IBM Corporation - To establish and operate a Domestic Delivery Center in the City of Baton Rouge funded from the Mega-Project Development Fund (\$3,135,540).</p> <p>5. General Electric Capital Corp - To establish and operate an Information technology Center of Excellence in Louisiana funded from the Rapid Response Fund (\$2,085,443).</p> <p>6. Rain CII Carbon, LLC - Provides inducements to relocate Rain's headquarters to Covington, LA and continue operation of the company's production facilities in Chalmette, Norco, Gramercy and Sulphur, LA funded from the Rapid Response Fund (\$1,600,000).</p> <p>7. Methanex USA - Performance based grant to open a methanol manufacturing plant in Louisiana, LLC funded from the Rapid Response Fund (\$1,500,000).</p> <p>8. Zodiac Development - Provide payments for a temporary lease site for IBM until IBM's permanent site is finished in downtown Baton Rouge. Payments are funded from the Mega-Project Development Fund (\$1,260,285).</p> <p>9. Bell Helicopter Textron, Inc - Provides an incentive package to establish and operate a new rotocraft assembly facility at Lafayette Regional Airport funded from the Rapid Response Fund (\$1,025,200).</p> <p>10. Computer Sciences Corporation - Provides incentives to establish and operate an integrated technology center at the CIS Campus in the City of</p>							

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		Bossier City funded from the Rapid Response Fund (\$1,000,000).							
		11. Various other economic development projects throughout the state funded from SGF (\$1,690,951), the Mega-Project Development Fund (\$850,522) and the Rapid Response Fund (\$1,809,038).							
CF 47	20 - 945 Other Requirements State Aid to Local Govt. Entities	<p>The purpose of this BA-7 request is to carry-forward \$720,266 in Statutory Dedications to provide for the balance of the FY 15 appropriations to various local entities. The Statutory Dedications include: \$270,879 from the Rehabilitation for the Blind & Visually Impaired Fund, \$6,750 from the Calcasieu Parish Excellence Fund, \$26,080 from the Bossier Parish Truancy Program Fund, \$30,435 from the Algiers Economic Development Foundation Fund, \$100,000 from the Beautification Project for New Orleans Neighborhoods, \$50,000 from the Friends of NORD Fund, \$40,033 from the St. Landry Parish Excellence Fund, \$100,000 from the Sports Facility Assistance Fund, and \$96,089 from the Overcollections Fund.</p> <p>\$50,889- Rehabilitation for the Blind and Visually Impaired Fund payable to the Affiliated Blind of La Training Center, Inc. \$4,414- Rehabilitation for the Blind and Visually Impaired Fund payable to the Lighthouse for the Blind in New Orleans \$215,576- Rehabilitation for the Blind and Visually Impaired Fund payable to the LA Association for the Blind \$6,750- Calcasieu Parish Excellence Fund payable to Calcasieu Parish school \$26,080- Bossier Parish Truancy Program Fund payable to the 26th Judicial District Court Truancy Program \$30,435- Algiers Economic Development Foundation Fund payable to Algiers Economic Development Foundation \$100,000- Beautification Project for New Orleans Neighborhoods Fund payable to Beautification Project for New Orleans Neighborhoods \$50,000- Friends of NORD Fund payable to Friends of NORD, Inc. \$40,033- St. Landry Parish Excellence Fund payable to St. Landry Parish School Board. \$100,000- Sports Facility Assistance Fund payable to FORE Kids Foundation \$60,000- Overcollections Fund payable to the town of Melville \$25,000- Overcollections Fund payable to the town of Melville \$5,000- Overcollections Fund payable to the town of Rayville \$6,089- Overcollections Fund payable to the town of Gibsland</p>	\$0	\$0	\$0	\$720,266	\$0	\$0	\$720,266
CF 48	20 - 950	The purpose of this BA-7 request is to carry-forward funds totaling	\$15,000	\$0	\$0	\$17,000	\$0	\$0	\$32,000

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	Other Requirements								
	Special Acts/Judgments	requested amounts are due to judgments not yet paid as of July 2014. These various judgments are from Act 12 of 2011, Act 13 of 2012 and Act 14 of 2013. The specific judgments are as follows: Rodriguez, Jr., Melchor, et al (\$3,000 - Overcollections Fund), Marie Pomacino, et al versus Osvaldo Benito, et al (\$4,000 - Overcollections Fund), Mary C. Ferroni, Wife of/and Richard A. Machen, (\$10,000 - Overcollections Fund), Hutchinson, Noella versus City of New Orleans (\$15,000 - SGF).							
Total Carry-forward BA7 Means-of-Finance			\$9,790,941	\$46,729,374	\$10,706,681	\$55,394,368	\$0	\$3,129,812	\$125,751,176

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Public Safety

AGENDA NO.: 1A

AGENCY: State Police

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Traffic Enforcement	\$146,275,928	0
Interagency Transfers:	\$0	Criminal Investigation	\$0	0
Self-Generated Revenue:	\$0	Operational Support	\$0	0
Statutory Dedications:	\$146,275,928	Gaming Enforcement	\$0	0
Federal Funds:	\$0	Auxiliary Account	\$0	0
Total	<u>\$146,275,928</u>	Total	<u>\$146,275,928</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request is to increase statutory dedicated budget authority for the Natural Resource Restoration Trust Fund (\$112,960,765) and the Oil Spill Contingency Fund (\$33,315,163) within the LA Oil Spill Coordinator's Office (LOSCO) in order to fund the continued response, damage assessments and early restoration projects related to the Deepwater Horizon Event (April 20, 2010). The majority of the anticipated expenditures will be utilized to pay for scientists, clean up costs, litigation costs and other various ongoing expenditures related to the oil spill as well as fund early restoration projects currently appropriated in Act 25 (HB 2). See companion BA-7s B through K.

The specific LOSCO expenditures included in the BA-7 request are as follows:

\$436,440 Salaries - anticipated 3,592 overtime hours for 8 individuals working on BP Oil Spill related litigation and damage assessments (Natural Resource Damage Assessment - NRDA). NRDA is an environmental investigation by state designated trustees to identify impacts to natural resources and plan restoration of natural resources as a result of oil spills and hazardous substances.

\$448,680 Other Compensation - compensation funding split among 15 various temporary positions working that equates to 3 FTEs. The positions are attorneys, coastal resource program specialists and administrative support personnel all providing support to the oil damage assessment effort.

\$314,880 Related Benefits - various FICA costs incurred due to paying other compensation employees and overtime.

\$31,543,286 Other Charges - various contractors that provide damage assessment services including legal services, laboratory, analytical services and scientific services regarding the oil spill event and NRDA. The anticipated other charges expenditure amount is based upon prior year historical projections.

\$113,532,642 IAT Expenditure Category - Resources being sent to various state agencies to fund early restoration projects or to reimburse oil spill related expenditures at the Department of Natural Resources, CPRA, Department of Environmental Quality and Wildlife & Fisheries. State oil response and damage assessment expenditures are being funded with the Oil Spill Contingency Fund while early restoration projects and NRDA expenditures are being funded with the Natural Resource Restoration Trust Fund monies.

The majority of IAT expenditure category funds (\$78.1 M) are Natural Resource Restoration Trust Fund monies of which \$73.6 M is being sent to the CPRA for Early Restoration Projects (funded in capital outlay - Act 25) and \$4.6 M is being sent to Wildlife & Fisheries for an oyster hatchery early restoration project.

According to the CPRA, the \$73.6 M funded in Act 25 (HB 2) are broken down by project as follows: \$1.9 M - Lake Hermitage, \$1.5 M - Cheniere Ronquille Barrier Island Restoration, \$36.7 M - Shell Island West, \$31 M - Cailou Lake Headlands, \$2.5 M - North Breton Island. According to State Treasury, the current fund balance of the Natural Resource Restoration Trust Fund is approximately \$13.3 M. According to DPS, the early restoration projects are funded on a reimbursable basis. Thus, the expenditures must be incurred first before the expenditures are reimbursed by BP via this fund.

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The remaining IAT expenditure category funds (\$36.2 M) are being sent to various state agencies for reimbursement of costs incurred for state expenditure related to damage assessment (NRDA expenditures), litigation costs (Attorney General - ongoing BP litigation costs) and Pollution Removal Funding Authorization (PRFA). The PRFA is the federal authorization that allows the federal Oil Spill Liability Trust Fund to be utilized for reimbursement of costs incurred due to pollution response efforts.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund. *See Table below for a complete breakdown included in the requested BA-7 by specific statutory dedicated fund and how much funding is anticipated to be expended by state agency.*

Agency	Natural Resource Restoration Trust Fund	Oil Spill Contingency Fund	Total
DEQ	\$18,587	\$681,513	\$700,100
DNR	\$20,000	\$0	\$20,000*
WLF	\$2,105,023	\$881,172	\$2,986,195
CPRA	\$16,221,166	\$1,000,925	\$17,222,091
DOJ	\$0	\$15,013,152	\$15,013,152
Office of Coastal Activities	\$230,000	\$0	\$230,000**
WLF (HB 2 Projects)***	\$4,578,570	\$0	\$45,78,570
CPRA (HB 2 Projects)***	\$72,782,534	\$0	\$72,782,534*
TOTAL IAT Exp. Category Req.	\$95,955,880	\$17,576,762	\$113,532,642*
LOSCO	\$17,004,885	\$15,738,401	\$32,743,286
TOTAL BA-7 Req.	\$112,960,765	\$33,315,163	\$146,275,928

**The companion BA-7s as originally submitted does not balance to the requested IAT expenditure category included in the BA-7 request by DPS. Based upon the companion BA-7s for DNR and CPRA the total amount of funding DPS anticipates sending to these agencies is understated by a total of \$1,049,386. DNR is understated by \$276,000 as the total of its BA-7 request is \$296,000 (BA-7s #1F & #1G) and not \$20,000 and the amount of funding needed to be sent to CPRA for early restoration projects included in Act 25 (HB 2) is understated by \$773,386. Due to all of the companion BA-7s being correct, this BA-7 (#1A) should be increased by \$1,049,386 or expenditures within this request should be realigned to balance with the amount being expended by the partner state agencies.*

***LOSCO anticipates sending \$230,000 of Natural Resource Restoration Trust Fund resources to the Governor's Office of Coastal Activities in FY 15. According to the Governor's Office, there is no need for a companion BA-7 as they have excess FY 15 IAT budget authority available at this time to accept these funds.*

****Under the Early Restoration Settlement with the 5 impacted Gulf States and before the NRDA is completed, BP paid \$1 B total for the implementation of such projects of which Louisiana has access to approximately \$370 M. Depending upon the project, these funds will flow to either the CPRA, Wildlife & Fisheries or the National Oceanic & Atmospheric Administration (NOAA). The \$370 M will fund the following projects: outer restoration projects (\$318 M), marine fishing enhancement, research & science center project (\$22 M), oyster clutch project (\$15 M) and Lake Hermitage Marsh Creation project (\$13.9 M). This BA-7 request appropriates \$90.4 M of the \$370 M allocated to Louisiana.*

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request contingent upon DPS realigning its requested expenditures by reducing \$1,049,386 within other charges (LOSCO) and increasing its IAT expenditure category (companion BA-7s) in a like amount. According to DPS, realigning expenditures within this BA-7 request is anticipated to have no fiscal impact as the adjusted other charges are within historical expenditures.

To the extent DPS realigns the expenditures within this budget request, the updated amount of resources sent by DPS to the various state agencies is reflected below. The numbers that have changed from the previous table above are in **bold**.

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Agency	Natural Resource Restoration Trust Fund	Oil Spill Contingency Fund	Total
DEQ	\$18,587	\$681,513	\$700,100
DNR	\$220,000	\$76,000	\$296,000
WLF	\$2,105,023	\$881,172	\$2,986,195
CPRA	\$16,221,166	\$1,000,925	\$17,222,091
DOJ	\$0	\$15,013,152	\$15,013,152
Office of Coastal Activities	\$230,000	\$0	\$230,000
WLF (HB 2 Projects)	\$4,578,570	\$0	\$4,578,570
CPRA (HB 2 Projects)	\$73,555,920	\$0	\$73,555,920
TOTAL IAT Exp. Category Req.	\$96,929,266	\$17,652,762	\$114,582,028
LOSCO	\$16,031,499	15,662,401	\$31,693,900
TOTAL BA-7 Req.	\$112,960,765	\$33,315,163	\$146,275,928

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**LEGISLATIVE FISCAL OFFICE
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Approved By JLCB**

DEPARTMENT: Justice

AGENDA NO.: 1B

AGENCY: Attorney General

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Administrative	\$0	0
Interagency Transfers:	\$15,013,152	Civil Law	\$15,013,152	0
Self-Generated Revenue:	\$0	Criminal Law/Medicaid Fraud	\$0	0
Statutory Dedications:	\$0	Risk Litigation	\$0	0
Federal Funds:	\$0	Gaming	\$0	0
Total	<u>\$15,013,152</u>	Total	<u>\$15,013,152</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority in the amount of \$15,013,152 in order to receive monies from the Oil Spill Contingency Fund via the Department of Public Safety in order to perform duties associated the Deepwater Horizon event (April 20, 2010).

The requested funding will be utilized to provide for the ongoing BP litigation costs. The state is seeking recovery from BP for all expenditures incurred by the state in response to the oil spill and recovery for damages to Louisiana's economy and natural resources. Since FY 10 the Attorney General has expended approximately \$44.7 M on legal expenses due to the Oil Spill litigation (FY 10 - \$612,864, FY 11 - \$6.7 M, FY 12 - \$12.1 M, FY 13 - \$8.8 M, FY 14 - \$16.3 M).

Approximately \$14.4 M of this BA-7 request will be used to provide legal expenses and expert witnesses. Based upon information provided to the LFO by the Attorney General, there are approximately 20 active legal services and expert witness contracts in place currently for oil spill litigation.

The balance of the funding request (\$651,740) is for salaries (\$277,890), related benefits (\$116,850), travel (\$7,000) and other charges (\$250,000). The personal services costs (salaries - \$277,890, related benefits - \$116,850) will be incurred with existing agency personnel (5 to 10 individuals) who currently are working on multiple cases, including BP, all at one time. The \$250,000 of other charges expenditures are associated with discovery, filings, transcript and research charges.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. However, the DOJ will likely incur ongoing legal costs in subsequent fiscal years until there either a trial or settlement. At this time, no trial date has been set.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Wildlife & Fisheries

AGENDA NO.: 1C

AGENCY: Management & Finance

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Management & Finance	\$800,000	0
Interagency Transfers:	\$800,000			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$800,000</u>	Total	<u>\$800,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority by \$800,000 in order to pay for anticipated expenditures and reimbursements resulting from the Deepwater Horizon oil spill incident. The Office of Management and Finance (OMF) has a professional services contract with Postlethwaite & Netterville (P&N) to assist in preparing reimbursement requests related to Pollution Removal Funding Authorization (PRFA) and Natural Resource Damage Assessment (NRDA) activities completed by the department. These requests are submitted to the Department of Public Safety (DPS).

The Department of Wildlife & Fisheries will budget these funds as follows:

Salaries - \$43,000 (2 positions to work with P&N in processing reimbursement requests)

Other Compensation - \$6,000 (2 WAE appointments)

Related Benefits - \$1,000 (retirement, Medicare, insurance)

Professional Services - \$750,000 (P&N contract for processing reimbursement requests for eligible expenses such as personnel costs, travel, supplies, and equipment maintenance)

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB

DEPARTMENT: Wildlife & Fisheries

AGENDA NO.: 1D

AGENCY: Office of Fisheries

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Fisheries	\$6,078,965	0
Interagency Transfers:	\$6,078,965	Marketing	\$0	0
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$6,078,965</u>	Total	<u>\$6,078,965</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority by \$1,500,395 to receive reimbursements from the Department of Public Safety (DPS) for Natural Resource Damage Assessment (NRDA) activities performed by the Office of Fisheries in response to the Deepwater Horizon oil spill incident. These activities include creating, implementing and monitoring the assessment of the damage to fisheries resulting from the spill. This funding will be used to provide consultant and advisory services on the conservation of LA's seafood industry and to develop and implement methods of protecting natural resources at risk, including consulting on boom placement. These funds will also be used to conduct field investigations to identify potential threats to fish habitats due to the unauthorized discharges of oil.

Additionally, this BA-7 requests authority for Early Restoration construction projects such as completion of an oyster hatchery and a marine science center in the amount of \$4,578,570. These projects will be completed by the Office of Facility Planning & Control. Total costs of the projects are estimated to be \$15 M for the oyster hatchery and \$22 M for the marine science center.

The Department of Wildlife & Fisheries will budget these funds as follows:

Salaries - \$306,000 (Due to no positions being dedicated completely to oil spill recovery within this agency, 54 existing agency personnel, who have multiple job duties, will have a portion of their salaries paid by these oil spill reimbursements)

Other Compensation - \$409,900 (Due to no other compensation positions being dedicated completely to oil spill recovery within this agency, 43 existing other compensation positions, who have multiple duties, will have a portion of their compensation paid by these oil spill reimbursements)

Related Benefits - \$468,086 (retirement, Medicare, insurance)

Travel - \$14,000 (Oil spill/NRDA related travel)

Operating Services - \$105,000 (rental vehicles, vehicle and boat maintenance, lab fees, cell phone and radio fees, hazing canon rentals)

Supplies - \$197,409 (vehicle fuel, boat fuel, maintenance supplies, office and laboratory supplies)

Interagency Transfers - \$4,578,570 (W&F transfer to capital outlay for \$3 M for a new oyster hatchery and \$1.5 M for a marine science center)

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

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Approved By JLCB

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

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**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Wildlife & Fisheries

AGENDA NO.: 1E

AGENCY: Office of Wildlife

ANALYST: Drew Danna

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Wildlife	\$685,800	0
Interagency Transfers:	\$685,800			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$685,800</u>	Total	<u>\$685,800</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority in order to receive reimbursements from the Department of Public Safety (DPS) for Natural Resource Damage Assessment (NRDA) and Pollution Removal Funding Authorization (PRFA) activities as well as long term monitoring of the effects of the oil spill performed by the Office of Wildlife in response to the Deepwater Horizon oil spill incident. This funding will be used for monitoring of wildlife habitats and gather documentation of wildlife habitats impacted and assessing impacts from the unauthorized discharge of oil on fish and wildlife resources.

The Department of Wildlife & Fisheries will budget these funds as follows:

Salaries - \$179,000 (9 existing employees completely dedicated to oil spill recovery)

Other Compensation - \$264,000 (wages for job appointments, 15 biologists & 1 administrative position)

Related Benefits - \$153,000 (retirement, Medicare, insurance)

Travel - \$20,000 (Oil spill/NRDA/PRFA related travel)

Operating Services - \$43,500 (rental vehicles, maintenance of equipment)

Supplies - \$22,000 (vehicle fuel, boat fuel, maintenance supplies, office and laboratory supplies)

Professional Services - \$1,150 (percentage of fees for Postlethwaite & Netterville contract for preparation of reimbursement requests related to the Deepwater Horizon oil spill)

Other Charges - \$3,150 (Utilizing existing job appointments to assist in oil spill response)

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Natural Resources

AGENDA NO.: 1F

AGENCY: Coastal Management

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Coastal Management	\$121,000	0
Interagency Transfers:	\$121,000			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$121,000</u>	Total	<u>\$121,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority in order to receive monies from the Oil Spill Contingency Fund and the Natural Resource Restoration Trust Fund via the Department of Public Safety in order to perform duties associated the Deepwater Horizon event (April 20, 2010).

The \$121,000 anticipated expenditures are for salary, related benefits, travel and supply costs associated with Coastal Management Staff Scientists assisting the Department of Environmental Quality (DEQ) with resurveying the shorelines of the oil spill impacted areas, documenting oiling conditions, monitoring the cleanup operations, reviewing all Shoreline Inspection Reports and participating in weekly meetings with state and local officials to address issues brought to their attention by landowners. The total number of DNR staff scientists assigned to these functions is 4 individuals. However, the FTE equivalent of the workload of these individuals is 2. These scientists have other responsibilities within the department.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

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Approved By JLCB**

DEPARTMENT: Natural Resources

AGENDA NO.: 1G

AGENCY: Office of Secretary

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Executive	\$0	0
Interagency Transfers:	\$175,000	Management & Finance	\$175,000	0
Self-Generated Revenue:	\$0	Technology Assessment	\$0	0
Statutory Dedications:	\$0	Atchafalaya Basin	\$0	0
Federal Funds:	\$0	Auxiliary Account	\$0	0
Total	<u>\$175,000</u>	Total	<u>\$175,000</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority in order to receive monies from the Oil Spill Contingency Fund and Natural Resource Restoration Trust Fund via the Department of Public Safety in order to perform duties associated the Deepwater Horizon event (April 20, 2010).

The \$175,000 anticipated expenditures are administrative costs conducted by a contractor who provides accounting and record keeping support to the department and the Coastal Protection & Restoration Authority (CPRA) in collecting information and documentation for BP related projects submitted for reimbursement. This record keeping and financial tracking is necessary in order for DNR to receive reimbursement for the expenditures incurred for field operation staff at DNR and CPRA working in response to the BP Oil Spill.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

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Approved By JLCB

DEPARTMENT: Executive

AGENDA NO.: 1H

AGENCY: Coastal Protection & Restoration

ANALYST: Travis McIlwain

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Coastal Protection & Restoration Authority	\$17,222,091	0
Interagency Transfers:	\$17,222,091	Coastal Protection & Restoration Program	\$0	0
Self-Generated Revenue:	\$0	Coastal Protection & Restoration	\$0	0
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$17,222,091</u>	Total	<u>\$17,222,091</u>	<u>0</u>

I. SUMMARY/COMMENTS

This BA-7 request is a companion to BA-7 #1A on the agenda. The purpose of this BA-7 request is to increase IAT budget authority in the amount of \$17,222,091 in order to receive monies from the Oil Spill Contingency Fund (\$1,000,925) and Natural Resource Restoration Trust Fund (\$16,221,166) via the Department of Public Safety in order to perform duties associated the Deepwater Horizon event (April 20, 2010).

The requested \$17.2 M of additional budget authority is anticipated to be expended on the following:

\$316,028 Other Compensation - the agency currently has 7 Non-TO positions working on National Resource Damage Assessment (NRDA) projects. These positions are not in the agency's regular TO and will fluctuate between attorney positions and coastal scientists depending upon the needs of the agency. NRDA is an environmental investigation by the state to identify impacts to natural resources and plan restoration of natural resources as a result of oil spills and hazardous substances.

\$16,871,063 Other Charges - the majority of these anticipated expenditures (\$12.2 M) are associated with the operating expenditures (engineering, planning and environmental study costs) of the Early Restoration Projects that are not funded in Act 25 (HB 2). Act 25 (HB 2) only includes the project expenditures while Act 15 (HB 1) still includes the operating costs of the projects.

The remaining \$4.7 M of anticipated other charges expenditures are for potential contractor expenditures associated with NRDA assessment expenditures. Most of these contractors will likely be conducting water sample testing as well as maintaining all the data from these assessment tests. The \$4.7 M is a historical projection based upon prior year expenditures. The only known contractor in place currently is with an engineering firm who maintains all the data collections.

\$35,000 Travel, Operating Services and Supplies - various operating costs associated with staff attending several NRDA meetings (travel), audio visual needs for such meetings (operating services) and miscellaneous office supplies.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

Note: Under the Early Restoration Settlement (early restoration projects) with the 5 impacted Gulf States and before the NRDA is completed, BP paid \$1 B total for the implementation of such projects of which Louisiana has access to approximately \$370 M. Depending upon the project, these funds will flow to either the CPRA, Wildlife & Fisheries or the National Oceanic & Atmospheric Administration (NOAA). The \$370 M will fund the following projects: outer restoration projects (\$318 M), marine fishing enhancement, research & science center project (\$22 M), oyster clutch project (\$15 M) and Lake Hermitage Marsh Creation project (\$13.9 M).

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**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 11

AGENCY: Environmental Compliance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Environmental Compliance	\$647,373	0
Interagency Transfers:	\$647,373			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$647,373</u>	Total	<u>\$647,373</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request (Companion to #1A) is to increase IAT budget authority in the amount of \$647,373 to receive monies from the Oil Spill Contingency Fund from the Department of Public Safety (DPS) to perform long-term targeted shoreline monitoring and mitigation activities associated with Pollution Removal Funding Authorization (PRFA) resulting from the Deepwater Horizon oil spill event (April 20, 2010).

Environmental scientists and environmental scientist supervisors in the Office of Environmental Compliance will provide the following field monitoring services with \$582,360 in funding requested in this BA-7: 1) Participate in field monitoring teams to observe and document oil residue on the beaches and in vegetation. 2) Assist and collaborate in documentation of field observations with BP Personnel. 3) Report daily observations. 4) Assist in scheduling field personnel. Funding for field monitoring services includes the following components: salaries and related benefits for 7 employees (\$399,360), travel (\$84,000), and supplies (\$99,000). In salaries and related benefits, \$277,204 represents reimbursements of base pay and benefits to these 7 employees and \$122,150 represents overtime pay and benefits.

Environmental scientists in the Office of Environmental Compliance will also provide the following technical review/assistance services with \$65,013 in funding requested in this BA-7: 1) Assist with the review of field monitoring results/data. 2) Assist with scheduling field personnel. 3) Provide other assistance as requested. Funding for technical review/assistance services includes \$65,013 for salaries and related benefits for 2 employees. Of this amount, \$45,127 represents reimbursements of base pay and benefits to these 2 employees and \$19,886 represents overtime pay and benefits.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. DEQ does not anticipate providing these field monitoring and technical review/assistance services past FY 15.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 1J

AGENCY: Environmental Services

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Environmental Services	\$34,867	0
Interagency Transfers:	\$34,867			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$34,867</u>	Total	<u>\$34,867</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request (Companion to #1A) is to increase IAT budget authority in the amount of \$34,867 in order to receive monies from the Oil Spill Contingency Fund from the Department of Public Safety in order to perform long-term targeted shoreline monitoring and mitigation activities associated with Pollution Removal Funding Authorization (PRFA) resulting from the Deepwater Horizon oil spill event (April 20, 2010).

Environmental scientists and environmental scientist supervisors in the Office of Environmental Services will provide the following field monitoring services with funding requested in this BA-7: 1) Participate in field monitoring teams to observe and document oil residue on the beaches and in vegetation. 2) Assist and collaborate in documentation of field observations with BP Personnel. 3) Report daily observations. 4) Assist in scheduling field personnel. Funding for field monitoring services includes the following components: salaries and related benefits for overtime pay for 2 employees (\$28,067), travel (\$1,800), and supplies (\$5,000).

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. DEQ does not anticipate providing these field monitoring and technical review/assistance services past FY 15.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

July 18, 2014

**LEGISLATIVE FISCAL OFFICE
ANALYSIS OF BA-7 REQUEST
Approved By JLCB**

DEPARTMENT: Environmental Quality

AGENDA NO.: 1K

AGENCY: Management & Finance

ANALYST: Charley Rome

<u>Means of Financing</u>		<u>Expenditures by Program</u>		<u>T. O.</u>
State General Fund:	\$0	Support Services	\$17,860	0
Interagency Transfers:	\$17,860			
Self-Generated Revenue:	\$0			
Statutory Dedications:	\$0			
Federal Funds:	\$0			
Total	<u>\$17,860</u>	Total	<u>\$17,860</u>	<u>0</u>

I. SUMMARY/COMMENTS

The purpose of this BA-7 request (Companion to #1A) is to increase IAT budget authority in the amount of \$17,860 in order to receive monies from the Oil Spill Contingency Fund from the Department of Public Safety (DPS) in order to perform long-term targeted shoreline monitoring and mitigation activities associated with Pollution Removal Funding Authorization (PRFA) resulting from the Deepwater Horizon oil spill event (April 20, 2010).

Personnel in the Office of Management and Finance will provide the following services with funding provided in the requested BA-7: track incident cost and travel reimbursement for staff related to PRFA activities, prepare reimbursement documents for submittal to DPS, prepare PRFA amendment requests, and audit timesheets and equipment/vehicle logs. All funding in this BA-7 request is for salaries and related benefits for overtime pay for 5 employees of DEQ staff in the Office of Management and Finance.

Due to DPS being the lead agency for the State (as it contains the Oil Spill Coordinator's Office), state agencies submit reimbursement documents to DPS who then submit documents to the Federal Oil Spill Liability Trust Fund. Once the reimbursement request is approved, the funds are deposited in the Oil Spill Contingency Fund and DPS pays these funds to the various state agencies. According to DPS, NRDA specific reimbursement expenditures are paid from the Natural Resource Restoration Trust Fund.

II. IMPACT ON FUTURE FISCAL YEARS

Approval of this BA-7 request will have no impact on future fiscal years. DEQ does not anticipate providing these PRFA cost/tracking past FY 15.

III. LEGISLATIVE FISCAL OFFICE RECOMMENDATION

The Legislative Fiscal Office recommends approval of this BA-7 request.

July 18, 2014